

No.V(1)/66-Fin(LA)-Vol-10-3944-3949 dated. 12.07.2016  
Government of Himachal Pradesh,  
Local Audit Department.

From:

The Director,  
Local Audit Department,  
H.P. Shimla-171009.

To

The Commissioner,  
Municipal Corporation Shimla,  
Shimla-171001.

Dated, Shimla-171009, the.....

**Subject:- Audit and Inspection Report on the accounts of Municipal Corporation Shimla for the period 01-04-13 to 31-03-2014.**

Sir,

I am directed to forward herewith the audit report on the accounts of Municipal Corporation Shimla, for the year 2013-14 for taking further necessary action at your end. You are also requested to submit annotated reply to the paras of the above audit report to this department at the earliest.

It is worthwhile mentioning that there are quite a large number of unresolved old audit paras which are not getting the required attention. Therefore, you are, requested to initiate an early action for time bound settlement of these paras.

Yours faithfully,

Sd/-

Additional Director,  
Local Audit Department,  
Himachal Pradesh Shimla-171009.

Encl: As above.

Endst. No. as above, dated, Shimla-171009, the.....

Copy forwarded to :-

1. The Additional Chief Secretary (UD) to the Government of Himachal Pradesh for information and necessary action.
2. The Director, Urban Development, HP, Shimla-2 for information and necessary action.
3. The Senior Deputy Accountant General Local Bodies, Audit & Accounts, HP, Shimla-171003 for necessary technical guidance.

Sd/-

Additional Director,  
Local Audit Department,  
Himachal Pradesh Shimla-171009.

***Government of Himachal Pradesh  
Local Audit Department,  
Block No-38, S.D.A. Complex,  
Kasumpti, Shimla-171009***



***Audit and Inspection Report on the Accounts  
of Municipal Corporation, Shimla  
for the Period 04/2013 to 03/2014***

**Audit & Inspection Report on the accounts of  
Municipal Corporation Shimla for the period  
01.04.2013 to 31.03.2014.**

**Part -I**

**1. Introduction**

(a) Consequent upon the amendment carried out by the Government in sub section 3 of section 161 H P Municipal Act vide Act No. 19 of 2007 in accordance with provisions of Eleventh Finance Commission, the audit of Accounts of Municipal Corporation Shimla is conducted by the staff of Director-cum- Examiner Local Audit Department as per guidelines contained in Govt. of Himachal Pradesh Finance Department notification No. 1-376/81-Fin (LA) - Vol. IV dated 16.10.08. The accounts of Municipal Corporation Shimla have been converted into double entry system on accrual basis w.e.f. 01.04.2007 and thereafter the accounts are being maintained accordingly.

(b) During the audit period the charge of the office of the Hon'ble Mayor, Commissioner and Asstt. Commissioner-cum-DDO was held by the following Officers:-

Sr. No.	Name	Period	
		From	To
(1)	The Hon'ble Mayor		
1	Sh. Sanjay Chauhan	01-04-2013	31-3-2014
(2)	The Commissioner		
1	Sh. Amarjeet Singh, HAS	01-04-2013	31-03-2014

<b>(3)</b>	<b>Asstt. Commissioner</b>		
<b>1</b>	<b>Sh. Naresh Thakur, HAS</b>	<b>01-04-2013</b>	<b>31-03-2014</b>

**(c) An Overview of the serious irregularities**

<b>Sr. No.</b>	<b>Brief description of irregularity</b>	<b>Para No.</b>	<b>Amount (Rs. in lac)</b>
<b>1</b>	<b>Non-recovery of dishonored cheques</b>	<b>4.2</b>	<b>24.88</b>
<b>2</b>	<b>Non depiction of sundry debtors in the balance sheet</b>	<b>5.1</b>	<b>12.08</b>
<b>3</b>	<b>Non depiction of liability in the balance sheet</b>	<b>5.2</b>	<b>13.61</b>
<b>4</b>	<b>Blocking of Funds due non utilization of interest free Loan taken from State Govt.</b>	<b>5.5</b>	<b>200.00</b>
<b>5</b>	<b>Loss of interest due to pre-maturity of FDR's</b>	<b>6.2</b>	<b>5.90</b>
<b>6</b>	<b>Non adjustment of outstanding advances as on 31-3-2014.</b>	<b>8</b>	<b>2174.82</b>
<b>7</b>	<b>Non recovery of Receivables from various tax payers as on 31-3-2014.</b>	<b>9</b>	<b>2245.49</b>
<b>8</b>	<b>Non carrying over of Shop Rent from previous year balances</b>	<b>11</b>	<b>52.37</b>
<b>9</b>	<b>Less accountal of interest on arrears of shops/stalls rent from various lessee.</b>	<b>11.2</b>	<b>94.77</b>
<b>10</b>	<b>Less realization of interest on outstanding lease rent</b>	<b>11.5</b>	<b>5.71</b>
<b>11</b>	<b>Non realization of interest on arrears of Property Tax</b>	<b>11.6</b>	<b>9.36</b>
<b>12</b>	<b>Non raising of timely demand of of Property Tax &amp; interest due thereon</b>	<b>11.8</b>	<b>236.78</b>
<b>13</b>	<b>Loss of revenue due to short realization restoration charges of road&amp; path digging</b>	<b>11.11</b>	<b>58.89</b>
<b>14</b>	<b>Extra financial burden on MC Exchequer on</b>	<b>12</b>	<b>1323.00</b>

	account of water supply system		
15	Irregular Expenditure on Establishment	13	1228.79
16	Over Payment of Pay & Allowances and other retirement benefits	13.1	15.14
17	Irregular transfer from the MC fund to Pension fund	13.2	171.02
18	Payment of Pay & Allowances to the different categories over and above the sanctioned posts	13.3	186.15
19	Irregularities pertaining to final payments of GPF & CPS	14	3.22
20	Loss due to escalation of project cost	15.1.1	676.00
21	Loss of revenue from lease rent due to delay in implementation of Project	15.1.2	108.00
22	Non deduction of labour cess from the contractor bills	15.1.4	25.03
23	Less deduction of TDS from the contractor	15.1.5	25.03
24	Loss due to non imposition of penalty	16.1	0.47
25	Irregular payment of retainer ship fee to standing counsel	16.2	1.76
26	Irregular reimbursement of Mobile phone Bills	16.3	1.19
27	Irregular payment to SHEB Society, Shimla.	16.4	27.37
28	Suspected misappropriation of store/stock material	17.1	5.61
29	Blocking of Funds due to unplanned purchases	17.2	9.64
30	Non recovery of Consumption of Diesel/Petrol over and above permissible limit	18(1)	3.15

**(d) Outstanding old Audit Paras/Requisitions**

There are 3509 No. audit paras/audit requisitions pending for settlement. The detail of pending audit paras /audit requisitions is shown in Annexure 'A' of this report:-

SrNo	Year	No. Audit requisitions pending for settlement	No. Audit paras i/c sub paras pending for settlement	Total
1	1978-79	241	-	241
2	1979-80	210	-	210
3	1980-81	180	14	194
4	1981-82	141	23	164
5	1982-83	218	27	245
6	1983-84	110	9	119
7	1984-85	102	11	113
8	1985-86	124	13	137
9	1986-87	175	5	180
10	1987-88	266	6	272
11	1988-89	250	9	259
12	1989-90	242	10	252
13	1990-91	135	7	142
14	1991-92	277	16	293
15	1992-93	254	42	296
16	1993-94	Information not available		
17	1994 to 1996	-	173	173
18	1996-2000	-	166	166
19	2000-2009	-	13	13
20	2009-2010	-	13	13
21	2010-2011	-	10	10
22	2011-12		17	17

	to2012-13			
	<b>Total</b>	<b>2925</b>	<b>584</b>	<b>3509</b>

The municipal authority was requested vide audit requisition No. 30 dated 20.1.2016 to submit the year wise annotated reply to the pending audit paras/ audit requisitions but no serious efforts have been made by the authority to submit the annotated replies and to get these paras settled. Strenuous efforts are, therefore, required to be taken by the authority for submission of reply and the early settlement of so long outstanding paras.

## **Part -II**

### **2. Present Audit**

The present audit & inspection of the accounts of the Municipal Corporation Shimla for the period 04/2013 to 03/2014 was conducted by the audit party consisting of Sh. Hem Raj Bhardwaj, Assistant Controller, Sh. Manjeet Bhatia and Sh. Chet Ram Thakur, Section Officers during the period 16.12.2015 to 1.3.2016 under the overall supervision of Sh. Padam Singh Kanwar, Deputy Director.

The accounts for the month of 3/2014 were selected for detail Audit of income as well as of expenditure; the results thereof have been incorporated in the succeeding paragraphs.

The Local Audit Department disclaims any responsibility for any misinformation or non submission of information on the part of auditee.

### **3. Audit Fee**

The audit fee for conducting the audit of accounts of the Municipal Corporation Shimla for the period 04/2013 to 03/2014 has been worked out to Rs.1,25,000. The Commissioner, Municipal Corporation Shimla was requested vide letter No. 97/2016, dated 29.2.2016 to remit the said audit fees to the Director, Local Audit Department, Block No. 38, SDA Complex, Kasumpti, Shimla- 09 by way of Demand Draft favouring Director, Local Audit Department at the earliest.

#### **4. Financial Position**

The Financial Position of Municipal Corporation Shimla i.e. the Balance Sheet as on 31.3.2014 and the Income & Expenditure Account for the year 2013-14 as prepared by the Chartered Accountant engaged by the Municipal Corporation Shimla is appended to as Annexure'B' of this report.

4.1 The detail of closing balance of bank accounts along with the bank reconciliation statement as on 31.3.2014 is appended at Annexure'C'

(1) The following irregularities have been observed in the bank reconciliation statements:-

(i) HP State Cooperative Bank, The Mall, Shimla A/C No. 2527:-

Following cheques deposited for collection but not realized up to 31.3.2014:-

<b>Cheque No.</b>	<b>Date</b>	<b>Amount</b>
<b>666144</b>	<b>05.03.2011</b>	<b>2500</b>
<b>4751118</b>	<b>19.12.2011</b>	<b>5473</b>
<b>350419</b>	<b>22.03.2012</b>	<b>9600</b>



Since the validity of above cheques stand elapsed after six months from the date of issue. Hence the efforts may be made to realize the outstanding amount from the quarter concerned by way of issuing fresh bills and raising demands etc..

(ii) Following cheques issued but not presented for payment up to 31.3.2014:-

<b>Cheque No.</b>	<b>Date</b>	<b>Amount(Rs.)</b>
<b>(a)HP State Cooperative Bank, The Mall, Shimla A/C No. 2527</b>		
<b>548858</b>	<b>02.02.2013</b>	<b>1000</b>
<b>(b)HP State Cooperative Bank,The Mall,Shimla A/C No.4380124944(GPF)</b>		
<b>7521066</b>	<b>Prior to 1.12.2011</b>	<b>14000</b>
<b>2820685</b>	<b>Prior to 1.12.2011</b>	<b>600</b>
<b>(c)J &amp; K Bank, Shimla A/C No. 4778 (Solid Waste Management)</b>		
<b>047787</b>	<b>05.07.13</b>	<b>1921</b>
<b>Total</b>		<b>17521</b>

Since the validity of above cheques stand elapsed after six months from the date of issue. Hence the reverse entry of above cheques may be made in the cash book.

**4.2 Non-recovery of dishonored cheques amounting to ₹ 24.88lac.**

As per list of dishonored cheques for the year 2013-14 supplied to audit Annexure 'C' it has been observed that cheques amounting to Rs.24,87,804 were stand dishonored till the end of the year 2013-14 as per detail given below:-

Year	Total amount of cheques dishonored as per list supplied (Rs.)	Amount recovered during the year as per list supplied (Rs.)	Net amount of dishonored cheques as per list supplied (Rs.)
2013-14	36,79,122	11,91,318	24,87,804

The recovery of these dishonored cheques or action taken thereon was not pointed out to audit. Since huge amount involved due to dishonored cheques not only affecting the financial health but also the development activities of the Corporation The Corporation was asked to justify the irregularity and action taken thereof vide Audit Requisition No. 91/2016, dated 23.2.2016 but no response was received till the conclusion of audit. Hence it is advised to take immediate necessary action to recover the said amount from the defaulters along with penal interest plus bank charges, if any, charged by the bank, under intimation to audit.

## 5. Balance Sheet

The Para 27.4 of Accounts Manual of Municipal Corporation Shimla provides that the annual report of Municipal Corporation Shimla includes financial statements consisting of:-

- I. Balance Sheet
- II. Income & Expenditure Statement
- III. Statement of Cash Flow.
- IV. Receipt & Payment Account
- V. Notes to Accounts.

## **VI. Financial Performance indicators.**

During the course of audit of the accounts of Municipal Corporation Shimla for the year 2013-14, only the financial statements i.e. Balance Sheet, Income Expenditure Statement, Notes to Accounts were produced before the audit but the Statement of Cash Flow and Receipt & Payment Account for the year 2013-14 was not supplied to the audit. Besides this the hard copy of head wise ledger accounts for the year 2013-14 was also not supplied to audit. Further from the perusal of the said Balance Sheet, it has been observed as under:-

### **5.1 Non depiction of sundry debtors amounting to ₹ 12.08 lac**

As per the information supplied by the Architect Planner of M.C. Shimla at Annexure-‘F’ an amount of Rs.12,07,000 was shown outstanding on account of installation/ annual renewal fee of mobile towers but the same has not been included in the balance sheet for the year 2013-14 under head current assets as sundry debtors. The detail of said amount is as under:-

<b>Year</b>	<b>Opening Balance</b>	<b>Current Demand</b>	<b>Total (Rs.)</b>	<b>Total Collection during the year (Rs.)</b>	<b>Balance (Rs.)</b>
<b>2013-14</b>	<b>11,36,000</b>	<b>6,84,500</b>	<b>18,20,500</b>	<b>6,13,500</b>	<b>12,07,500</b>

In future this type of errors should be avoided so that the accounts of the Corporation show the true and fair view of its state of affairs.

### **5.2 Non depiction of liabilities amounting to ₹ 13.61**

Audit fee amounting to Rs.13,60,950 payable to the Local Audit Department, H.P. for the period 4/2000 to 3/2013 as per detail given below was outstanding as on 31-3-2014 but the same has not been included in the balance sheet under head current liabilities as payable. Moreover no provision has been made for the audit fee for the year 2013-14:-

Audit period	Amount of audit fee(Rs.)
4/2000 to 3/2009	816550
4/2009 to 3/2010	130800
4/2010 to 3/2011	125400
4/2011 to 3/2013	288200
Total	1360950

Due to this error, the accounts of the Corporation are not showing the true and fair view of its state of affairs. Necessary steps may be taken to rectify the errors besides to ensure non -repetition of such errors in future.

**5.3 Difference of ₹ 321.64 lac between figures of Sundry Debtors as shown in the statements of outstanding amounts supplied by different Deptt. /Branches and Schedule -B 15 of the Sundry Debtors of the Balance Sheet as on 31.3.2014**

While checking the Schedule-B 15 (Sundry Debtors) annexed to the Balance Sheet as on 31.03.2014 Annexure'B' was observed that there was a difference of Rs. 321.64 lac between figures of Sundry Debtors as shown in the statements of outstanding amounts

supplied by different Deptt. /Branches of the Municipal Corporation and the amount shown in the Balance Sheet as per detail given below:-.

Sr. No.	Particulars	Balance as per statements supplied by the concerned Deptt. (Rs.in lac)	Balance as per Balance Sheet (Schedule B-15 Sundry Debtor) (Rs.in lac)	Difference (Rs.in lac)	Remarks
1	Show Tax	3.94	5.34	1.40	Annexure - "I"
2	Rent	283.05	246.10	36.95	Annexure - "I"
3	Water Charges	611.06	612.06	1.00	Annexure - "I"
4	Property & Sewerage Tax	643.04	925.33	282.29	Annexure - "I"
	Total			321.64	

It is advised that the necessary rectification/correction may be made by the Municipal authorities in this regard besides ensuring non-repetition of such errors in future so that the Balance Sheet of the Corporation reflects true and fair view of its state of affairs.

**5.4 Difference of ₹ 9.46 lac between figures of Earmarked Funds i.e. Pension Fund, General Provident Fund and Contributory Pension Scheme as depicted in the Balance Sheet and as per books of accounts as on 31.3.2014.**

As per established accounting practice, the balance sheet should depict the true & correct position of state of affairs of the organization. However, during checking of the balance sheet of Municipal Corporation Shimla as on 31.03.2014 viz-a-viz the books of accounts of Pension Fund, General Provident Fund and Contributory Pension Scheme, it has been observed that there was overall difference of Rs.9,46,071 between the figures as depicted in the balance sheet under the head Earmarked Funds i.e Pension Fund, General Provident Fund and Contributory Pension Scheme (Schedule-B2 of Annexure'B') and as shown in the books of accounts of these schemes as detailed below:-

Name of Fund	Closing Balance as per Cash Book as on 31.3.14 (Rs.)	FDR Closing Balance as per FDR Register as on 31.3.14 (Rs.)	Total(Rs.)	Closing Balance as per Schedule-B2 of Balance Sheet(Rs.)	Difference (Rs.)
1	2	3	4	5	6
			(2 + 3)		(4 - 5)
Pension Fund	7431579	0	7431579	1039449	6392130
GPF	12995271	191825726	204820997	206943619	-2122622
CPS	1510221	71243324	72753545	77969124	-5215579
TOTAL	21937071	263069050	285006121	285952192	-946071

Hence, it is advised that the necessary/rectification/correction may be carried out by the Municipal authorities in this regard besides

ensuring non -repetition of such errors in future so that the Balance Sheet of the Corporation reflects true and fair view of its state of affairs.

#### **5.5 Non utilization of interest free loan of ₹ 200 lac taken from the HP Govt.**

While checking the Schedule B-5 of Secured Loans annexed to the Balance Sheet as on 31.03.2014 (Annexure'B'), it has been observed that the interest free loan taken from the HP Govt. prior to 01.04.13, still remained unutilized during the whole F.Y. 2013-14 which not only, defeat the very purpose for which the said loan was taken but also block the funds of the State Govt. on which liability of interest is being beard by the Govt. Therefore non utilization of said loan may either be justified or its utilization may be ensured for the purpose for which it was taken within the stipulated time with the sanction of the State Govt. under intimation to the Audit.

#### **5.6 Excess refund of loan amounting to ₹ 6235**

While checking the Schedule B-5 (Secured Loans) annexed to the Balance Sheet as on 31.03.2014 (Annexure'B'), it has been observed that the figure of loan taken from the Banks & other financial institutions was shown as (-) 6235 i.e. in minus which clearly indicates that the amount of loan was refunded in excess to the extent and thus is a matter of concern.

Therefore excess refund of said loan may either be justified or its immediate refund be ensured under intimation to the Audit.

### **6. Fixed Deposit Receipts**

The Municipal Corporation, Shimla has a balance of Rs.93,96,08,521 in FDRs as on 31 .03.2014 (Annexure'C'), the detail of which is as follows:-

Name of Fund	Amount invested (Rs.)	Remarks
MC Fund	126516430	Annexure -"C"
GP Fund	191825726	Annexure -"C"
CPS Fund	71243324	Annexure -"C"
Grant Funds	43645211	Annexure -"C"
JNNURM Grant Funds	506377830	Annexure -"C"
Total	939608521	

6.1 Difference of ₹ 0.57 lac between figures of FDRS (CPS Fund) as shown in the statements supplied to Audit and Schedule -B 13 (FDR) appended to the Balance Sheet as on 31.3.2014

As per CPS fund investment statement supplied to audit vide (Annexure'C'), the amount invested in FDRs out of CPS fund was shown to Rs. 7,13,00,568 where as it has been taken as Rs.7,12,43,324 in the FDR Schedule -13 annexed to Balance sheet. Hence there is a difference of

Rs.57,244 which may be reconciled and corrected/accounted for in the books of accounts under intimation to audit so that the Balance Sheet of the Corporation reflects true and fair view of its state of affairs.



## 6.2 Loss of interest amounting to ₹ 5.90 lac due to premature encashment of F.D.R's

During the course of audit of Fixed Deposit Registers for the year 2013-14, it has been observed that the following FDRs were got encashed before due date of maturity by the corporation due to which it has to suffer a revenue loss to the tune of Rs.590337 as per detail given below. Had these FDRs been encashed on the due date of maturity, the said loss could have been avoided:-

FDR NO.	Date of investment	Rate of Interest	Amount invested (Rs.)	Date of maturity	Amount due on maturity (Rs.)	Actual date of maturity	Amount on maturity (Rs.)	Loss of interest (Rs.)
695182	27.6.13	8.50%	50,00,000	3.1.2014	52,23,259	18.9. 13	50,74,795	1,48,464
695183	27.6.13	8.50%	50,00,000	3.1.2014	52,23,259	3.12.13	51,59,250	64,009
33659660135	15.02.14	7.75%	1,02,69,800	17.04.2014	1,04,02,815	25.03.14	1,03,43,717	59,098
336596659200	15.02.14	7.75%	1,02,69,800	17.04.2014	1,04,02,815	25.03.14	1,03,43,717	59,098
33187736633	05.08.13	7.25%	1,00,00,000	01.02.2014	1,03,65,785	30.12.14	1,02,91,986	73,799
33187733698	05.08.13	7.25%	1,00,00,000	01.02.2014	1,03,65,785	30.12.14	1,02,91,986	73,799
33600898155	21.01. 14	7.75%	1,00,00,000	23.03.2014	1,01,29,521	31.01.14	1,00,19,589	1,09,932
33600900197	21.01. 14	7.75%	1,00,00,000	23.03.2014	1,01,29,521	01.03.14	1,00,69,452	60,069
33600892288	21.01. 14	7.75%	1,00,00,000	23.03.2014	1,01,29,521	01.03.14	1,00,69,452	60,069
Total								5,90,337

The Corporation was asked to justify the irregularity vide Audit Requisition No. 70/2016, dated 15.2.2016. In response, the AO vide letter no. MCS/LAD Audit 13-14/2016-161 dated 19.02.16 intimated that FDRs were got pre-matured with the sanction of the competent Authority in order to liquidate the liability of the Corporation under respective heads. The reply was found not satisfactory because of the fact that at an average amount in Crores remained available in saving A/c held by the Corporation in various Banks throughout the year and loss of interest

of Rs.590337 due to pre-maturity of said FDRs could have been avoided or minimized by better management of available funds i.e by transferring the funds from the saving A/c of other heads of A/c & then refunding/transferring the said amount to the saving A/c of relevant heads of A/c on the actual maturity of these FDRs. Hence the loss of interest may be regularized with the sanction of the competent Authority besides to ensure proper financial management of funds in order to avoid such type of revenue losses in future.

### **6.3 Loss of interest to the tune of ₹ 0.95 lac by granting simple interest on investment in FDR's by the banks**

While auditing the interest received on FDRs during the year 2013-14, it has been observed that the MC has invested its funds in FDRs in different banks but in the following cases banks had given only simple interest than quarterly compound interest on maturity due to which the corporation suffered a interest revenue loss of Rs.95,292 as per detail given below:-

<b>FDR NO.</b>	<b>Date of FDR</b>	<b>Amount invested</b>	<b>Rate of Intt.</b>	<b>Date of maturity</b>	<b>interest received</b>	<b>interest due</b>	<b>Less interest given</b>
32704478957	11.12.12	50,00,000.00	7.50 %	09.06.13 (180days)	1,84,932	1,89,258	4,326
32704466544	11.12.12	50,00,000.00	7.50 %	09.06.13 (180days)	1,84,932	1,89,258	4,326
32862964988	05.03.13	1,00,00,000.00	7.50 %	01.09.13 (180days)	3,69,863	3,78,516	8,653
32863298304	05.03.13	1,00,00,000.00	7.50 %	01.09.13 (180days)	3,69,863	3,78,516	8,653

32932172928	09.04.13	1,00,00,000.00	7.50 %	06.10.13 (180days)	3,69,863	3,78,516	8,653
32932164532	09.04.13	1,00,00,000.00	7.50 %	06.10.13 (180days)	3,69,863	3,78,516	8,653
33197392633	08.08.13	1,36,61,000.00	7.25 %	04.02.14 (180days)	4,88,428	4,99,699	11,271
300708616856	9.12.12	11491226.00	8.75 %	23.6.13 (186days)	518336.73	524768.3 3	6431.60
300709478361	23.6.13	12009562.73	8%	26.12.13 (186days)	494745.27	500979.7 2	6234.45
3000708642510	26.12.12	11376091.00	8.75 %	30.6.13 (186days)	513143.32	519510.4 8	6367.16
300709691555	30.6.13	11889234.32	8%	2.1.14 (186days)	489788.23	495960.2 1	6171.98
5757182	28.3.13	4511082.00	7.50 %	30.9.13 (186days)	172410	176313.1 0	3903.10
5757175	25.3.13	4075915.00	7.50 %	27.9.13 (186days)	155778	159304.8 5	3526.85
56300068360608	10.7.13	536568.46	8%	13.1.14 (186days)	22103	22382.98	279.98
300709032112	14.12.12	12693650	8.75 %	13.6.13 (181days)	556757.18	564598.8 7	7841.69
<b>Total</b>							<b>95,292</b>

In response to Audit Requisition No. 71/2016, dated 16.2.2016, the AO vide letter no. MCS/LAD Audit 13-14/2016-162 dated 19.02.16 intimated that FDRs were made under Unfixed Deposit Scheme of SBI and interest were paid by the bank as per Scheme. The reply was not found satisfactory because of the fact that scheme document nowhere mentioned that only simple interest will be paid on the FDRs than the quarterly compound interest. Since as per RBI guidelines , quarterly compound interest on FDRs

is to be paid, therefore, the matter regarding non-payment of quarterly compound interest on the said FDRs may be taken up with the concerned banks and the loss so sustained may either be got justified or recovered accordingly under intimation to the audit.

## **7. Grant in Aid**

The statement showing the position of GIA received, expenditure incurred there against along with unspent balance during the period 2013-14 was supplied by the MC Authorities to audit which is placed at Annexure'D'. The following discrepancies have been observed while auditing the said grant-in-aid statement and other related record.

In the grant-in-aid statement the closing balance as on 31.03.2014 has been shown as Rs.59,35,03,295/- whereas in the balance sheet, it has been shown as Rs.73,59,99,576 (Schedule B-4 of Annexure'B'). Thus having difference of Rs.14,24,96,281. From the perusal of related record put up to the audit, it was observed that apart from other reasons, the said difference was also due to the fact that the interest accrued/received on grants' investment has been capitalized and figure taken in Balance Sheet accordingly whereas in the grant-in-aid statement put up to Audit, the amount of interest accrued/received in the grants' investment does not appear to have been added. It was also observed that in the Balance Sheet, the figure of total expenditure incurred out of grant-in-aid during the year 2013-14 has been shown as Rs. 27,72,05,907 whereas in the grant-in-aid statement put up to Audit, this figure was Rs. 43,65,78,907 thus having difference of Rs.15,93,73,000 which may be reconciled and corrected in the books of accounts under intimation to audit so that the Balance Sheet of the Corporation reflects true and fair view of its state of affairs.

## **8. Non adjustment of outstanding advances ₹ 2174.82 lac.**

As per Balance Sheet (Schedule B-18 of Annexure'B') of Municipal Corporation Shimla as on 31.03.2014, advances amounting to Rs.2174.82 lac were lying unadjusted as on that date as detailed below. From the perusal of the outstanding advances, it reveals that no serious efforts have been made by the M C Shimla to get these advances adjusted. Non adjustment of advances in time is a serious financial irregularity. Further some advances are in the nature of capital expenditure for procurement of permanent assets attracting depreciation and other in the nature of revenue expenditure but its effect could not be reflected as such in the Balance Sheet and income & expenditure account of the Corporation at right point of time for want of adjustment of these advances. The authorities are, therefore, advised to get these long outstanding advances adjusted in a time bound manner so that the Balance Sheet and income & expenditure account of the Corporation may also reflects true and fair view of its state of affairs. Besides special drive needs to be carried out to adjust the outstanding advances of HODs against whom a huge amount, i.e., Rs.1451.78 lac was lying pending for adjustment as on 31.3.2014:-

<b>Sr. No.</b>	<b>Particulars</b>	<b>Amount of outstanding advance as on 31.03.14 (Rs.)</b>
<b>1</b>	<b>Advances to Employees-Warm Clothing</b>	<b>360918</b>
<b>2</b>	<b>Advances to Employees-Medical</b>	<b>83201</b>
<b>3</b>	<b>Advances to HODs</b>	<b>145177780</b>
<b>4</b>	<b>Advances to Suppliers (Store)</b>	<b>9702019</b>
<b>5</b>	<b>Advances to Suppliers and Contractors (Public Works)</b>	<b>1129241</b>

6	Advances to others-Permanent	39028
7	Advance to Others-Advance against Projects	9126477
8	Advance to Others-Advance against Scheme	4968820
9	Advance to others-Deposit with External agencies (Electricity)	30727557
10	Advance to others-Deposit with External agencies(Telephones)	9121
11	Deposit with External Agencies-Water	16116827
12	Deposit with External Agencies-Petrol Pumps	2200
13	Deposit with External Agencies-others	38362
	<b>Total</b>	<b>217481551</b>

#### **9. Non recovery of Receivables amounting to ₹ 2225.49 lac.**

As per Balance Sheet (Schedule B-15 of Annexure'B') of M C Shimla, arrear of Rs.2225.49 lac as on 31.3.2014 was outstanding for recovery from various sources as per detail given below:-

<b>Sr.No.</b>	<b>Particulars</b>	<b>Amount(Rs.)</b>
1	Property Taxes	83406706
2	Sewerage Tax	9125877
3	Water Tax	247722
4	Show Tax	534380
5	License Fee	285778
6	Water Charges	61206340
7	Rent	24610268
8	Interest accrued & due	39651764
9	Interest due from employees	846548
10	Hospital dues	2633940
	<b>Total</b>	<b>22,25,49,323</b>

It is, therefore, advised that strenuous efforts may be made to recover the above outstanding dues at the earliest and compliance shown to audit.

## 10. Comparative View of Financial Position (Income & Expenditure) for the last two years

### Income

(Fig. in Lac)

Sr.No	Particulars	2012-13 (Rs.)	2013-14 (Rs.)	% Increase/ Decrease
1	Tax Revenue	1033.28	1039.19	0.57
2	Assigned Revenue and compensation.	1538.96	1879.95	22.16
3	Rental Income from Municipal Properties.	228.17	486.15	113.06
4	Fee & User Charges.	1802.22	2467.64	36.92
5	Sale & Hire Charges	34.72	14.41	-58.50
6	Revenue Grants, Contribution & Subsidies	1108.50	932.15	-15.91
7	Misc. Income	169.36	198.81	17.39
	Total	5915.21	7018.3	18.65

### Expenditure

(Fig. in Lac)

Sr.No	Particulars	2012-13 (Rs.)	2013-14 (Rs.)	% Increase/ Decrease
1	Establishment Expenses	3748.42	3849.16	2.69

2	Administrative Expenses	231.68	194.14	-16.20
3	Operation & Maintenance Expenses	3109.88	3690.96	18.68
4	Interest & Finance Expenses	24.16	70.62	192.30
5	Program Expenses	1.44	3.92	172.22
6	Revenue Grants, Contribution & Subsidies	18.64	49.04	163.09
7	Provisions & Write off	0	3.28	100.00
8	Depreciation	1573.01	1619.31	
9	Total	8707.23	9480.44	
10	Deficit	(2792.02)	(2462.14)	
11	Prior period Items	(21.90)	(315.30)	
12	Net Deficit	(2813.92)	(2777.45)	

From the perusal of above stated comparative position, it is evident that the financial position reflects huge deficit during the current as well as in the previous years which needs special attention of the authorities in order to overcome the said position. Further from the comparative view of figures of income & expenditure of the Corporation during past years reveals that there is increase in the expenditure under all heads except administrative expenses in the year 2013-14 ranging from 2.69% to 192% as compared to previous year's expenditure. Though there is also increase in the Income under all heads except Sale & Hire Charges and Revenue Grants, Contribution & Subsidies in the year 2013-14 ranging from 0.57% to 113% as compared to previous year's Income but not in ratio to that of expenditure besides 113% increase in rental income is real increase in a year as it includes recovery of substantial



amount of outstanding rent of past years. It is therefore suggested that apart from taking other measures as feel necessary by the Corporation, the following important measures may also be taken to improve the financial position of the corporation.

- (i) Creation of Income generating assets like Shops, Community Centers, Commercial Complex etc. by utilizing the capital grant in aid with in stipulated period.
- (ii) Periodical review of recovery of arrears of Property Tax, Water charges, Property Rent etc. by fixing targets for the same
- (iii) Investigating the reasons& circumstances leading to huge gap of ₹13.23 crore in a year on account of procurement cost and collection charges of water supply thereof & taking necessary steps to overcome the said deficit position in time bound manner
- (iv) Fixing of water rates in such a manner so that at least cost of water and operation and maintenance charges are recovered.
- (v) The sale of water on average consumption may be stopped by applying the provisions contained in section 172(1) of the HP Municipal Act 1994 i.e the Consumer may be asked to provide water meters at their own cost.
- (vi) Providing water meter at branch level by giving sufficient protection in order to avoid water theft and to save the time of meter reader.
- (vii) Conversion of commercial water connection into domestic connection only on submission of completion plan of complete building instead of single storey or otherwise.

- (viii) Water losses due to leakage may be brought to zero by giving earnest attention towards it.
- (ix) Exploring the possibilities for charging fee with regard to lighting as per the provisions of Section 85(1) of the HP MC Act 1994 since the corporation is incurring heavy expenditure on the payment of street light bills.
- (x) Exploring the possibility for charging fee with regard to scavenging.
- (xi) Exploring the possibilities for outsourcing of non core activities.
- (xii) Existing Man power to be utilized to its maximum capacity in most economic and beneficial way.
- (xiii) Rationalization of staffing pattern and fixing responsibilities of Heads of the Section /Deptt to achieve required progress of work
- (xiv) Organizing Training Programmes and refresher courses to the employees regarding computer application in day to day activities of the organization
- (xv) Making purchases in a most economic & competitive manner.

## **11. Income**

The main components of the income of the Municipal Corporation were Grant in aid from Govt., Taxes, water charges, rent from property & other misc. income etc. During the test audit of income of the Corporation the following irregularities were observed which may be attended to under intimation to audit:-

**Revenue loss of ₹ 52.37 lac due to less carry forward of outstanding balances of Shop Rent to the next financial year 2013-14.**

While conducting the test audit of rent revenue register put up to audit, it has been observed that in the following cases, the closing balances of lease rent, service tax, interest, etc. was either less carried over or not at all carried over to the next year i.e. 2013-14 from the year 2012-13 which resulted into less accountal of rent revenue amounted to Rs. 52,36,939 in the books of accounts and thus putting MC exchequer into revenue loss to the extent thereof:-

<b>Sr. No.</b>	<b>Name of Lessee</b>	<b>outstanding Amount as on 31.3.2013 (Rs.)</b>	<b>Amount carried over as on 1.4.2013 (Rs.)</b>	<b>Amount less carried over (Rs.)</b>
<b>Ward No. II</b>				
<b>1</b>	<b>Sh.P.P. Singh, Shop No. DRC Lakkar Bazar</b>	<b>645392</b>	<b>165277</b>	<b>480115</b>
<b>2</b>	<b>Sh.Trilochan Singh, Shop No. 8, DRC Lakkar Bazar</b>	<b>23993</b>		<b>23993</b>
<b>3</b>	<b>Sh.Inder Kumar, Shop No. 9, DRC Lakkar Bazar</b>	<b>14853</b>		<b>14853</b>
<b>4</b>	<b>Sh.Satnam Singh, Shop No. 17, DRC Lakkar Bazar</b>	<b>16330</b>		<b>16330</b>
<b>5</b>	<b>Sh.Payare Lal</b>	<b>1756297</b>		<b>1756297</b>
<b>6</b>	<b>Sh.Inderjeet Mahendru, Shop No. 3, Auckland Complex,</b>	<b>20915</b>		<b>20915</b>

	<b>Lakkar Bazar</b>			
<b>7</b>	<b>Sh.Nazir Hussain, Shop No.4, Auckland Complex, Lakkar Bazar</b>	<b>265616</b>		<b>265616</b>
<b>8</b>	<b>Sh.Darshan Singh, Stall No. 125, Lakkar Bazar</b>	<b>6046</b>		<b>6046</b>
<b>9</b>	<b>Sh.Chander Shekhar, Stall No. 10/271, Lakkar Bazar</b>	<b>556995</b>		<b>556995</b>
<b>10</b>	<b>Sh.Heera Lal, Stall No. 10, Lakkar Bazar</b>	<b>2344</b>		<b>2344</b>
<b>11</b>	<b>Sh.Pritam Singh Thakur, Stall No. 715-16, Lakkar Bazar</b>	<b>7908</b>		<b>7908</b>
<b>12</b>	<b>Sh.Saheb Saran Keshav, Stall No. 19, Lakkar Bazar</b>	<b>16602</b>	<b>3543</b>	<b>13059</b>
<b>13</b>	<b>Sh.Ajay Kumar, Shop No. 2, Kanlog</b>	<b>104150</b>		<b>104150</b>
<b>14</b>	<b>Sh.Deepak Nahar, Shop No. 6, Kanlog</b>	<b>70919</b>		<b>70919</b>
<b>15</b>	<b>Asstt. Commissioner, Excise &amp; Taxation, Chhota Shimla, Wine Shop</b>	<b>324011</b>	<b>33604</b>	<b>290407</b>
<b>16</b>	<b>Sh.Dinesh Kumar, Shop No. 2, Strawberry Hills, Chhota Shimla</b>	<b>19373</b>		<b>19373</b>
<b>17</b>	<b>Sh.Harsh Mahajan, Chungi Khana, Sanjauli</b>	<b>6595</b>		<b>6595</b>
<b>18</b>	<b>Anil Brothers, Shop No.19,</b>	<b>146054</b>		<b>146054</b>

	<b>NLB Complex, Shimla</b>			
<b>19</b>	<b>Sh.Ramesh Shah, Shop at 2nd Floor, Lakkar Bazar</b>	<b>71722</b>	<b>45187</b>	<b>26535</b>
<b>20</b>	<b>General Secretary, Bayopar Mandal, Shimla</b>	<b>70446</b>	<b>52094</b>	<b>18352</b>
<b>21</b>	<b>Sh.Kuldeep Chand, 1st Floor Lower Bazar</b>	<b>6591</b>		<b>6591</b>
<b>22</b>	<b>Sh.Devi Saran, Stall No. 48, Lower Bazar</b>	<b>51163</b>	<b>34576</b>	<b>16587</b>
<b>23</b>	<b>Asstt. Commissioner, Excise &amp; Taxation, Mall Road, Wine Shop</b>	<b>113241</b>		<b>113241</b>
<b>Ward No. III</b>				
<b>24</b>	<b>Chief Medical Officer, Dispensary, Krishnanagar</b>	<b>3579</b>		<b>3579</b>
<b>25</b>	<b>Medical Officer, MC Labour Hostel, Krishnanagar</b>	<b>2359</b>		<b>2359</b>
<b>26</b>	<b>Smt.Rani, Shop No. 1, Lalpani</b>	<b>2788</b>		<b>2788</b>
<b>27</b>	<b>Sh.Baldev Sharma, Below Rain Shelter, Rivoli</b>	<b>1242469</b>		<b>1242469</b>
<b>Ward No. I</b>				
<b>28</b>	<b>Sh.Sashi Bhushan, Stall, No. 261, Ram Bazar</b>	<b>972</b>		<b>972</b>
<b>29</b>	<b>Gian Chand &amp; Sons, Shop No. 36/17, Ananj Mandi</b>	<b>87</b>		<b>87</b>
<b>30</b>	<b>Sh.Mahesh Kumar, Shop No. 36/18, Ananj Mandi</b>	<b>2786</b>	<b>1376</b>	<b>1410</b>

<b>Total</b>	<b>5236939</b>
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The Corporation was asked to justify the irregularity vide Audit Requisition No. 68/2016, dated 15.2.2016 but no reply/justification was submitted till conclusion of audit. Hence the irregularity may be accounted for and the recovery of said amount be ensured besides taking action in other such similarly situated cases during the Audit period which may be scrutinized by the Corporation at its own level.

#### **11.1 Loss of revenue ₹ 0.15 lac due to non-increase of lease rent as per lease rules.**

While conducting the test audit of rent revenue register put up to audit, it was observed that in the following cases, the lease rent was not increased @ 10% after five years of lease as per provisions of Rules "Leasing out of stalls/shops constructed by the Municipalities in Himachal Pradesh Rules, 2001" circulated vide Secretary, Urban Development letter No. LSG-F (6)1/85-V, dated 21.2.2003 and adopted as such by the MC Shimla which resulted into revenue loss of lease rent amounting to Rs.15133 to the MC exchequer.

<b>Sr. No.</b>	<b>Name of Lessee</b>	<b>Lease amount for 2012-13 (5th Year)(Rs.)</b>	<b>Amount of 10% increase after 5<sup>th</sup> year (Rs.)</b>	<b>Lease amount after 5th year with 10% increase applicable for 2013-14 (Rs.)</b>
<b>Ward No. III</b>				

1	Sh. Prem Chand, Godown, Bus Stand, Shimla	93656	9366	103022
2	Sh.Lekh Ram, Animal Stoppage, Below Singh Sabha, Shimla	1899	190	2089
3	Sh.Ram Kumar, Stall 145-A, Lalpani	10031	1003	11034
4	Smt.Sharda Thakur, Shop at Below Rain Shelter, Summer Hill	45738	4574	50312
<b>Total</b>			<b>15133</b>	

The Corporation was asked to justify the irregularity vide Audit Requisition No. 69/2016, dated 15.2.2016 but no reply/justification was submitted till conclusion of audit. Hence the irregularity may either be justified or needful may be done now besides taking action in other similarly situated cases during the Audit period by scrutinized at its own level.

## 11.2 Revenue loss of ₹ 94.77 Lacs due to less accountal of arrear of lease rent of shops/stalls.

While conducting the test audit of lease rent revenue register put up to audit, it was observed that in the following cases, the arrear of lease rent of shops/stalls, service tax, interest, etc. was accounted for /worked out wrongly as on 31.3.2014 and thus putting MC exchequer into revenue loss to the extent thereof:-

Sr. No.	Name of Lessee	Arrear due on 31.3.2014 (Rs.)	Arrear shown due as on 31.3.2014 (Rs.)	Arrear less accounted as on 31.3.2014 (Rs.)

Ward No. II					
1	Sh.P.P. Singh, Shop No. 2, DRC Lakkar Bazar	Rent	144684	80323	64361
		Interest	579506	75246	504260
2	Sh.Trilochan Singh, Shop No. 8, DRC Lakkar Bazar	Interest	23993	0	23993
3	Sh.Dharamvir, Shop No. 18, DRC Lakkar Bazar	Interest	7305	6993	312
4	Sh.Sanjay Sood, Shop No. 19, DRC Lakkar Bazar	Interest	20099	18214	1885
5	Sh.Payare Lal, space below stairs of Shop No. 6 & 7, Lakkar Bazar	Rent	1364867	0	1364867
		Service Tax	134871	0	134871
		Interest	365746	0	365746
6	Sh.Om Prakash, Shop No. 1, Auckland Complex, Lakkar Bazar	Interest	1174	0	1174
7	Sh.Nazir Hussain, Shop No. 4, Auckland Complex, Lakkar Bazar	Rent	632856	0	632856
		Interest	316244	0	316244
8	Managing Director, HIMFED, Auckland Complex, Lakkar Bazar	Rent	862779	0	862779
9	Sh.Devinder Singh, Stall No. 7/265, Lakkar Bazar	Interest	73263	58044	15219
10	Sh.Chander Shekhar, Stall No. 10/271, Lakkar Bazar	Rent	457369	0	457369
		Service Tax	25649	0	25649
		Interest	145362	0	145362
11	Sh.Reema Gupta, Shop	Interest	40225	27286	12939



	No. 14, NLV Complex, Shimla				
12	Anil Brothers, Shop No. 19, NLV Complex, Lakkar Bazar	Interest	272994	0	272994
13	Shimla Poly Clinic & Hospital, Padam Dev Complex, Shimla	Interest	1278432	0	1278432
14	Sh.Devi Saran, Stall No. 48, Lower Bazar	Interest	63888	0	63888
15	Director, Public Relation Deptt. H.P. Library, The Mall Shimla	Interest	31114	23131	7983
16	Asstt. Commoissioner, Exise & Taxation Deptt., Wine Shop, The Mall Shimla	Interest	143129	0	143129
17	M/S KNG Technology, The Ridge, Shimla	Rent	1238891	173087	1065804
		Service Tax	191840	95348	96492
		Interest	142818	0	142818
Ward No. III					
18	Sh.Baldev Sharma, Below Rain Shelter Rivoli, Bus Stand, Shimla	Rent	1297261	0	1297261
		Service Tax	76998	0	76998
		Interest	94397	0	94397
Land lease Register					0
19	Sh.Hira Giri, Shiv Mandir, Near Lift, Cart Road, Shimla	Interest	31376	24356	7020
Total					9477102

The Corporation was asked to justify the irregularity vide Audit Requisition No. 67/2016, dated 15.2.2016 but no reply/justification was submitted till conclusion of audit. Hence the irregularity may be accounted for and the recovery of said amount be ensured besides taking action in other similarly situated cases during the Audit period by scrutinized at its own level.

### 11.3 No-renewal of Lease Agreements

While conducting the test audit of land lease rent register & related records put up to audit for the year 2013-14, it was observed that in the following cases MC rented out its land/property on lease basis since long. Initially these properties were leased out for one year only but thereafter no reference of factual position/status of further renewal of lease agreements was recorded in the rent register. The Estate Branch was also unaware of the latest factual position of these lease agreements. In absence of the latest status regarding period/tenure/renewal/revocation of agreements, the validity of such old lease agreements could not ascertained in audit:-

Sr. No.	Name of Lessee	Area of land	Lease rent per year(Rs.)	Date/year of Lease
1	Sh.Sant Ram Kuthiala	1 sq. yard	31	1.1.1932
2	Sh.Kailash Bihari Lal S/O Late Sh. Brij Bihari Lal, Bhatnagar House, Pusharhi Basti, Shimla	2 sq. yard	50	1939
3	Sh.Lal Kunj Bihari Lal, Gaiinda Mal Trust, Butail Dharam Sabha, Cart Road, Shimla	38 sq. yard	758	1959
4	Secretary, Sanatan Dharam Sabha, Shimla	2841 sqft.	2662	1925
5	Sh.M.R. Dhoni, Otter Villa, Shimla	4 sqft	1174	1.1.1934

6	M/S Charan Dass Madan Lal, Shop No. 19, Mall Road, Shimla	3 sqft	229	13.11.1946
7	Sh.Inder Sain Salig Ram, Shop No. 74, The Mall, Shimla	32 sq. yard	642	18.4.1941
8	Sh.Veera Mohan Sushil Mohan, Shop No. 10, The Mall, Shimla	35 sq. yard	76	1.1.1939
9	Sh.Jaswant Singh, MC Compartment No. 33, The Mall, Shimla	74 sqft	161	1938
10	Sh.Vedwati C/O Dwarkadass Sood, Sabji Mandi, Shimla	83 sqft	184	1.9.1969

The Corporation was asked to justify the irregularity vide Audit Requisition No. 72/2016, dated 16.2.2016 but no reply/justification was submitted till conclusion of audit. It is, therefore, advised that in order to improve its financial position, necessary action regarding renewal/revocation lease agreements may be initiated as per rules besides taking action in other similarly situated cases by scrutinized at its own level under intimation to audit.

#### 11.4 Non recovery of old outstanding lease rent of ₹ 7.36 lac

While conducting the test audit of lease rent register put up to audit for the year 2013-14, it was observed that in the case of following lessees to whom the MC rented out its land/property on lease basis have neither paid their old pending lease rent arrears till 31.03.2014 nor does any action for recovery seem to have been initiated by the corporation for the same. Due to this, the corporation has suffered a loss of Rs.7,36,031 as per detail given below:-

Sr. No.	Name of Lessee S/Sh.	Period of Lease	Amount of Lease Rent due as on	Total amount
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		Rent	31.3.2014(Rs.)		
1	The Secretary, Muslim Trust, Shimla	1963 to 3/2014	Rent	1102	1444
			Service tax	37	
			Interest	305	
2	Heera Giri, Shiv Mandir, Cart Road, Shimla	1986 to 3/2014	Rent	92678	127937
			Service tax	3883	
			Interest	31376	
3	Indian Oil Corporation, Chhota Shimla	1979 to 3/2014	Rent	253636	344285
			Service tax	3777	
			Interest	86872	
4	M.R. Dhoni, Otter Villa, Shimla	1988 to 3/2014	Rent	22094	30481
			Service tax	906	
			Interest	7481	
5	Kartar Singh & Prakash Kaur, House No. 6, Middle Bazar, Shimla	1988 to 3/2014	Rent	25592	35340
			Service tax	1045	
			Interest	8703	
6	The President, Muslim Trust Committee, Shimla	1963 to 3/2014	Rent	1150	1589
			Service tax	39	
			Interest	400	
7	Umawati, Laxmi Cottage, Jakhu, Shimla	1982 to 3/2014	Rent	66102	91143
			Service tax	2672	
			Interest	22369	
8	Sodhi Ram, House No. 115/1, Shimla	1985 to 3/2014	Rent	10592	14633
			Service tax	393	

			Interest	3648	
9	Priya Bhatt Ganguly, House No. 109, Krishnanagar, Shimla	1970 to 3/2014	Rent	1663	2304
			Service tax	53	
			Interest	588	
10	Sohan Singh, House No. 133, Krishnanagar, Shimla	2007 to 3/2014	Rent	64848	86875
			Service tax	7841	
			Interest	14186	
Total					736031

The Corporation was asked to justify the irregularity vide Audit Requisition No. 73/2016, dated 16.2.2016 but no reply/justification was submitted till conclusion of audit. . Hence non-recovery of old pending lease rent may either be justified or action to recover the said amount be ensured under intimation to audit.

#### **11.5 Revenue loss of ₹ 5.71 lac due to non charging or less charging of interest on outstanding amount of lease rent**

As per decision taken by the MC house in its meeting held on 29.11.08, vide Resolution No. 3(31) that w.e.f 1.4.09 interest @ 8% will be charged from the lessees who do not pay lease rent to the Corporation within prescribed time limit.

During the test audit of lease account of H.P. State Electricity Board (Account No. 142 in the Demand & Collection Register of 2013-14 page-71), it was observed that the amount of interest on arrears of lease rent was charged less than actually due as detailed below which put the corporation into loss of revenue amounting to Rs.5,70,850:-

Year	Amount	Date	of	Delay	in	Amount	Amount	Amount
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	of lease rent Due (Rs.)	Receipt/ Adjustment with HPSEB	Receipt/ Adjustment with HPSEB	of interest due@8% (Rs.)	Received by Adjustment during2012- 13 (Rs.)	of interest less calculated / Received (Rs.)
2012-13	8681296 (as on 31.3.12)	29.3.2013	363 days (01.04.12to 29.03.13)	690698	289377	401321
2013-14	2119110 (as on 31.3.13)	31.3.2014	1 year (2013-14)	169529	nil	169529
<b>Total</b>				<b>860227</b>	<b>289377</b>	<b>570850</b>

The Corporation was asked to justify the irregularity vide Audit Requisition No. 79/2016, dated 17.2.2016 but no reply/justification was submitted till conclusion of audit. Hence irregularity of less charging of interest on lease rent arrears may either be justified or needful may be done now besides taking action in other similarly situated cases by scrutinized at its own level under intimation to audit.

The test audit of lease account of H.P. State Electricity Board (Account No. 150 in the Demand & Collection Register of 2013-14 page-76), it was observed that interest @ 8% on outstanding balances of lease rent from 2008-09 to 2013-14 was not charged or worked out at all. Due to non-bifurcation of outstanding balance of lease rent from 2008-09 to 2013-14, the figure of interest on arrears of lease rent could not be ascertained in audit. The Corporation was asked to justify the irregularity vide Audit Requisition No. 79/2016, dated 17.2.2016 but no reply/justification was submitted till conclusion of audit. So irregularity may either be justified or the year wise detail of outstanding lease rent including working out interest due thereon to the corporation may be

prepared from 2008-09 to 2013-14 and recovered from the quarter concerned besides taking action in other such similarly situated cases by scrutinized by at its own level under intimation to audit:-

Detail of outstanding amount as on 31.3.2014				
Particulars	Total Balance due as on 31.3.2014 (Rs.)	Amount adjusted with HPSEB as on 31.3.2014 (Rs.)	Net balance due as on 31.3.2014 (Rs.)	Remarks
Lease Rent	20580764	9854224	10726540	(The amount of lease rent consolidated from 1978 to 2013-14. Hence the interest on arrears from 2008-09 could not be ascertained.
Service Tax	846405	826912	19443	

#### 11.6 Revenue loss of ₹ 9.36 lac due to non/less realization of interest on arrears of property tax

While conducting the test audit of property tax register put up to audit for the year 2013-14, it was observed that in the following cases, the principal amount of property tax was realized by the corporation but the interest due on delayed payments of these arrears, as per Section 121 of The HP Municipal Corporation Act, 1994, was not realized/recovered at all which resulted into revenue loss of interest on property tax arrears amounting to Rs.9,36,210 as detailed below:-

Sr. No	ID No.	Name of owner	Period	Arrear of property tax paid/ date(Rs.)	Interest due as per Demand & Collection Register (Rs.)	Interest realized (Rs.)	Non/Less realization of interest (Rs.)
<b>Ward 21-1</b>							
1	12150010	Devender Singh	2007-08 to2011-12	5625 29.11.13	1845	1500	345
2	12150021	Gurcharan Singh	2011-12	3075 5.7.14	1185	0	1185
3	12150073	Vinod Kumar	1992-93 to2011-12	90872 (8.7.14 Rs.50000 & 18.8.15 Rs.40872)	130973	0	130973
4	12150074	Rama Nand	1992-93 to2011-12	45379 13.9.12	45101	0	45101
5	12150076	Subhadra Negi	1993-94 to2011-12	75000 (3.5.12, 25.5.12 & 12.6.12)	71378	0	71378
6	12150079	Sunder Singh	2003-04 to2011-12	74014 (7.10.13 & 18.9.14)	48078	0	48078
7	12150145	Chet Ram Thakur	2000-01 to2011-12	12060 9.4.14	8025	0	8025
8	12150148	Shish Ram	2001-02 to2011-12	10765 9.4.14	7048	0	7048
<b>Ward 22-1</b>							
9	12250052	Devinder	1999-2000	15116	19680	0	19680



		Kumar	to2011-12	1.9.15			
10	12250137	Kildeep Bhardwaj	2007-08 to2011-12	16788 25.8.15	14179	0	14179
Ward 12-2							
11	11250504	Darshan Lal	2004-05 to2011-12	1044 17.7.15	309	0	309
12	11250629	AshishKuma r & Rajinder Singh	2005-06 to2011-12	10000 14.8.15	12596	0	12596
13	11250638	Kundan Lal	1997-98 to2013-14	160000 (23.7.15 Rs.100000, 21.12.15 Rs.60000)	315979	0	315979
Ward 2-1							
14	10250370	The Secretary YWCA The Mall Shimla	2011-12 to2013-14	361027 (21.8.15 Part payment)	28892	0	28892
15	10250219	Som Dutt Sharma	2010-11 to2013-14	100000 (21.7.14 Rs.50000 & 3.6.15 Rs.50000)	130926	0	130926
16	10250176	Swaroop Singh Kukreja	1994-95 to2013-14	35482 (11.9.15 & 12.1.16)	55556	0	55556
17	10250208	B.R.Sharma	2005-2006 to2013-14	25716 (1.10.15, 8.10.15 & 15.10.15)	11638	0	11638
18	10250235	Shadi Lal	2004-05 to2013-14	27330 4.10.14	34322	0	34322
Total					937710	1500	936210

The Corporation was asked to justify the irregularity vide Audit Requisition No. 77/2016, dated 17.2.2016 but no reply/justification was submitted till conclusion of audit. Hence irregularity of non/less realization of interest on arrears of property tax may either be justified or needful may be done now besides taking action in other similarly situated cases by scrutinized at its own level under intimation to audit.

### 11.7 Revenue loss of ₹ 15.82 lac due to non-realization of long pending principal & interest on arrears of property tax

While conducting the test audit of property tax register put up to audit for the year 2013-14, it was observed that in the following cases, neither the long pending principal amount of property tax nor the interest on delayed payments on arrears was realized by the corporation by taking action as per provisions of Section 86 & 121 of The HP Municipal Corporation Act, 1994, which resulted a revenue loss of property tax and interest thereon amounting to Rs.15,81,809:-

Sr. No.	ID No.	Name of owner	Period	Arrear of property tax due as per Demand & Collection Register(Rs.)	Interest due on arrear as per Demand & Collection Register(Rs.)	Total amount not realized till date(Rs.)
Ward 21-1						
1	12150200	Sharda Devi	2008-09 to 2011-12	20564	3649	24213

<b>Ward 22-1</b>						
<b>2</b>	<b>12250049</b>	<b>Divakar Dutt Sharma &amp; Govind Ram</b>	<b>1998-99 to2013-14</b>	<b>136102</b>	<b>105236</b>	<b>241338</b>
<b>3</b>	<b>12250061</b>	<b>Deena Nath</b>	<b>1997-98 to2013-14</b>	<b>2603</b>	<b>3740</b>	<b>6343</b>
<b>4</b>	<b>12250110</b>	<b>Paramjit Kaur</b>	<b>2007-08 to2013-14</b>	<b>3283</b>	<b>1150</b>	<b>4433</b>
<b>5</b>	<b>12250118</b>	<b>Mridula Kapoor</b>	<b>2004-05 to2013-14</b>	<b>20960</b>	<b>15930</b>	<b>36890</b>
<b>Ward 22-2</b>						
<b>6</b>	<b>12250955</b>	<b>Ginda &amp; Babu Lal</b>	<b>2009-10 to2013-14</b>	<b>11150</b>	<b>3211</b>	<b>14361</b>
<b>7</b>	<b>12250318</b>	<b>Jai Kanwar</b>	<b>1995-96 to2013-14</b>	<b>859</b>	<b>1048</b>	<b>1907</b>
<b>8</b>	<b>12250320</b>	<b>Sarla Sharma</b>	<b>2007-08 to2013-14</b>	<b>315</b>	<b>81</b>	<b>396</b>
<b>Ward 25-1</b>						
<b>9</b>	<b>12550075</b>	<b>Raj Kumari</b>	<b>1999-00 to2013-14</b>	<b>8422</b>	<b>10064</b>	<b>18486</b>
<b>10</b>	<b>12550127</b>	<b>Kedar Singh</b>	<b>2001-02 to2013-14</b>	<b>15743</b>	<b>9218</b>	<b>24961</b>
<b>11</b>	<b>12550195</b>	<b>Dev Bhumi Sansthan Ashram</b>	<b>2004-05 to2013-14</b>	<b>45300</b>	<b>19523</b>	<b>64823</b>
<b>Ward 11-1</b>						
<b>12</b>	<b>11150246</b>	<b>Brij Bala &amp; Gian Chand</b>	<b>1997-98 to2013-14</b>	<b>50832</b>	<b>54645</b>	<b>105477</b>
<b>13</b>	<b>11150223</b>	<b>Keko Devi</b>	<b>1992-93 to1996-97</b>	<b>7203</b>	<b>12096</b>	<b>19299</b>
<b>Ward 12-2</b>						
<b>14</b>	<b>11250382</b>	<b>Kuldeep</b>	<b>2003-04</b>	<b>660</b>	<b>408</b>	<b>1068</b>

		<b>Chand</b>	<b>to2013-14</b>			
<b>15</b>	<b>11250384</b>	<b>Jagan Nath &amp; Tarsem Lal</b>	<b>2006-07 to2013-14</b>	<b>10485</b>	<b>5664</b>	<b>16149</b>
<b>16</b>	<b>11250633</b>	<b>Darshan Kumari</b>	<b>1991-92 to2013-14</b>	<b>44384</b>	<b>59397</b>	<b>103781</b>
<b>17</b>	<b>11250635</b>	<b>Jasbir kaur</b>	<b>1988-89 to2013-14</b>	<b>30112</b>	<b>32262</b>	<b>62374</b>
<b>18</b>	<b>11250639</b>	<b>Kundan Lal</b>	<b>1997-98 to2013-14</b>	<b>53305</b>	<b>30253</b>	<b>83558</b>
<b>19</b>	<b>11250640</b>	<b>Kamla Devi</b>	<b>1997-98 to2013-14</b>	<b>26861</b>	<b>13899</b>	<b>40760</b>
<b>20</b>	<b>11250641</b>	<b>Raghu Nath</b>	<b>1975-76 to 2013- 14</b>	<b>1637</b>	<b>2064</b>	<b>3701</b>
<b>21</b>	<b>11250643</b>	<b>Raja Ravinder</b>	<b>1973-74 to 2013- 14</b>	<b>31676</b>	<b>23199</b>	<b>54875</b>
<b>22</b>	<b>11250649</b>	<b>Amari Devi</b>	<b>1981-82 to2013-14</b>	<b>129111</b>	<b>124910</b>	<b>254021</b>
<b>Ward 2-1</b>						
<b>23</b>	<b>10250112</b>	<b>Aman</b>	<b>2003-04 to2004-05</b>	<b>8100</b>	<b>11583</b>	<b>19683</b>
<b>24</b>	<b>10250142</b>	<b>Tara Devi</b>	<b>1998-99 to2013-14</b>	<b>24128</b>	<b>21477</b>	<b>45605</b>
<b>25</b>	<b>10250155</b>	<b>Sohan Lal Negi</b>	<b>2008-09 to2013-14</b>	<b>11250</b>	<b>3132</b>	<b>14382</b>
<b>26</b>	<b>10250304</b>	<b>Maharaja Jagat Bahadur Singh</b>	<b>2006-07 to2013-14</b>	<b>1080</b>	<b>442</b>	<b>1522</b>
<b>Ward 3-2</b>						

27	10350256	The Director, EPI Automation, Fingask Estate	2002-03 to 2013- 14	24780	20204	44984
28	10350261	Saneh Prabha	2001-02 to 2013- 14	138729	110202	248931
29	10350315	Narender Auto Store	2001-02 to 2013- 14	8528	6637	15165
<b>Ward 4-5</b>						
30	10450120	Anil Kumar	2009-10 to 2013- 14	3250	696	3946
31	10450164	Duni Chand Thakur	1956-57 to 2013- 14	1445	2932	4377
<b>Total</b>				<b>872857</b>	<b>708952</b>	<b>1581809</b>

The Corporation was asked to justify the irregularity vide Audit Requisition No. 78/2016, dated 17.2.2016 but no reply/justification was submitted till conclusion of audit. Hence irregularity of less realization of property tax and interest on arrears as per rules may either be justified or needful may be done now by taking action as per provisions of Section 92 of The HP Municipal Corporation Act, 1994 besides taking action in other similarly situated cases by scrutinized at its own level under intimation to audit.

## **11.8 Revenue loss of ₹ 236.78 lac due to non raising of demand of property tax and interest accrued thereon timely.**

During test audit of property tax account of M/S C.K. Infrastructure Ltd. Modern ISBT, Tuti Kandi, Shimla (ward No. 8, Tuti Kandi, ID No. 10850587, Account No. 42/GW10850571), it was observed that property tax amounting to Rs.1,77,10,712 was due from the above said agency from 2011-12 to 2014-16 which was assessed on Annual rental value based on value based method vide Secretary Tax order No. S.S. Tax/Govt. Ward/2012-438, dated 3.3.2012 and re-assessed vide page no. 89-90 of the concerned file. The corporation did not raised yearly demand which has resulted accumulation of huge amount of property tax due. Though the Corporation has raised Bills on much belated dates on 22.1.2016 & 23.1.2016 that too for the above said principal amount only but neither the interest of Rs.59,67,496 as detailed below accrued thereon under Section 121 of Municipal Corporation Act, 1994 was worked out nor demand raised for realization of the same. This has not only put the Corporation into loss to the extent but also adversely affected its financial position:-

<b>Sr. No.</b>	<b>Period</b>	<b>Annual Rental Value assessed (Rs.)</b>	<b>Property tax assessed and due (Rs.)</b>	<b>Interest accrued on arrears of property tax @ 12%P.A.(Rs.)</b>
1	29.8.11 to 31.3.12	2,30,71,010	23,44,238	1,66,018
2	1.4.12 to 31.3.13	2,30,71,010	39,79,749	7,58,878
3	1.4.13 to 31.3.14	2,30,71,010	39,79,749	12,36,448
4	1.4.14 to	2,30,71,010	37,03,488	16,80,867

	31.3.15			
5	1.4.15 to 31.3.16	2,30,71,010	37,03,488	21,25,285
Total			1,77,10,712	59,67,496

The Corporation was asked to justify the irregularity vide Audit Requisition No. 83/2016, dated 18.2.2016 but no reply/justification was submitted till conclusion of audit. Hence irregularity of non-realization of property tax in time and interest accrued thereon as per rules may either be justified or needful may be done now besides taking action in other similarly situated cases by scrutinized at its own level under intimation to audit.

### 11.9 Short realization of charges/fee of ₹ .05 on account of change of building/land use

During test audit of record pertaining to the Architect Branch, MC Shimla for the month of 3/2014, it was observed that a sum of Rs.4728 were charged less towards “change of building/land use fee” at the time of approval of building maps submitted by the applicants as per detail given below:-

Sr. No	Particulars of applicant / File No.	Area of plot/floor	Rate persqm applied (Rs.)	Amount realized (Rs.)	Rates applicable as on 3/14 (Rs.)	Amount due (Rs.)	Amount short realized (Rs.)	Remarks
1	Smt. Manjeet Kaur, up Muhal, Chhota	Floorarea 372.62 <sub>sqm</sub> [building use changed	200	74524 (372.62 x200) (Rt.	210	78250 (372.62 x 210)	3726	Revised rate of Rs.210 applicable from 26.2.12 vide

	Shimla, Khasra No. 633,635...  [File No.460/ Comm./14343 / AP/13]	from residential to office chamber 1 <sup>st</sup> floor (commercial)]		No. 419896, dated 20.3.14)				Rule12(2)(c)(2) of TCP Deptt., HP letter No. HIM/ TP/ Act & Rule/ 2011/ Vol-XII/264- 324, dated 5.4.12
2	Sh. Surender Pal,Mauza Dhar,Tuti Kandi,Kh.No. 2110/1486 [File No. 151 /comm./12]	Plot area 167.04sqm (land use changed from prescribed land use in Dev.Plan)	15	2506 (167.04 x15) (Rt.No. 418252, dated 11.3.14)	21	3508 (167.04 x 21)	1002	Revised rate Rs. 21 (10.50 +10.50) applicable from 26.2.12 vide Rule 12(2)(d) read with 12(2)(e) of T C P Deptt.,HP letter No. HIM/TP/Act & Rule/ 2011/Vol- XII/264- 324,dated 5.4.2012.
Total							4728	

The Corporation was asked to justify the irregularity vide Audit Requisition No. 64/2016, dated 11.2.2016 but no reply/justification was submitted till conclusion of audit. Hence short/less realization of said amount may either be justified or needful be done now under intimation to the Audit.



**11.10 Less demand of Mobile communication towers fee of ₹ 0.25 lac.**

During test check of demand and collection register of Mobile communication towers, it was observed that in the following cases the mobile communication towers renewal fee amounting to Rs.24,500 were accounted for less in the above said register which resulted into loss of revenue to the extent to the Corporation:-

Sr. No	Name of company	Location	Year	Amount due(Rs.)	Amount taken (Rs.)	Amount taken Less(Rs.)	Remarks
1	Vodafone	Bridge View	2013 -14	12000	Nil	12000	Demand for 2No. sharing antenna @ Rs.6000 each not raised
2	-do-	Lok Tara Estate	2013 -14	12500	10000	2500	Renewal fee @ 25% after 5 years not raised.
3	-do-	Summer Hill	2013 -14	10000	Nil	10000	Last year closing balance not carried forward
<b>Total</b>						<b>24500</b>	

The Corporation was asked to justify the irregularity vide Audit Requisition No. 82/2016, dated 18.2.2016 but no reply/justification was submitted till conclusion of audit. Hence the irregularity may either be justified or needful may be done now besides ensuring the recovery of said amount from the concerned sources under intimation to the Audit.

**11.11 Loss of revenue ₹ 58.89 lac due to under charging of rates than the prescribed rates for the restoration charges of Road & path etc within MC limits during FY 2013-14**

During the test audit of income vouchers for the selected month 3/2014, it was observed that the restoration charges of digging of road & path etc. within MC limits were charged from different institutions/parties at lesser rates than the charges actually approved for the FY 2013-14 by the MC House vide Resolution No. 3(10) of its meeting held on 29.9.2012, i.e, 10% increase over the rates approved and valid up to 31.3.2013. Further on detailed scrutiny/audit of relevant records put up to audit, it was found that due to this irregularity, the MC has suffered a huge loss of revenue of about Rs. 58,88,874 as per detail given below:-

Page No. /Sr. No. of Road digging Register	Particulars of nature of digging of road/path	Quantity of work done	Approved rate for FY2013-14 (Rs.)	Rate charged (Rs.)	Diff. of rate (Rs.)	Amount of revenue loss(Rs.)
Page 1 to 10, Sr. No. 1 to 121 (Except Sr No. 18,28,38,39 & 105) including revised Bill in r/o Sr	(a)Cement concrete Road/ Path & Road/Path tarred with premix carpet without bitumen	14836.80 Rmt.	1200	1050	150	2225520
	(b)Road/Path with red stone/kota stone	361 Rmt.	1650	1500	150	54150
	(c) Road/Path tarred with bitumen Mecadam and premix carpet	17912.52 Rmt.	1800	1600	200	3582504

No. 192	(d)Road/Path with pavers/chequered tiles	133.50 Rmt	2050	1850	200	26700
<b>Total</b>						<b>5888874</b>

The Corporation was asked to justify the irregularity vide Audit Requisition No. 11/2016, dated 13.01. 16 but no reply/justification was submitted till conclusion of audit. Hence short recovery of said restoration charges may either be justified or action to recover the said amount from the concerned is ensured under intimation to the audit.

### **11.12 Misc. Income**

**Revenue loss due to non-issue/non-realisation of license fee for sale of Meat, Fish, Poultry within MC limits.**

Section 3 of Shimla Municipal Corporation (Sale of Meat, Fish, Poultry) By-Laws, 1987 provides that “no person shall sell meat, fish, poultry or eggs or import within the limits of the Corporation except under a license granted in this behalf by the Corporation”. Further section 13 of said By-laws also provides that “a license issued in accordance with the By-laws 5 and 11 shall terminate on the 31<sup>st</sup> day of March each year”.

The requisite information regarding complete list of licenses issued during 2013-14 along with copy of rates of license fee and license register was sought vide Audit Requisition No. 03/2016, dated 8.1.2016 & 81/2016, dated 18.2.2016. In response the Corporation Health Officer intimated vide letter No. MCS/CHO/16-76, dated 21.1.2016 that no such licenses have been issued or renewed but the licenses under the Food Safety Standard Act-2006 are only being issued. The reply was found not satisfactory as the license required to be issued under section 3 of above by laws is meant for running the meat, fish, poultry business

within the MC limits whereas under the Food Safety Standard Act-2006 licenses is required for production etc. Resultantly, by not implementing the provisions of the above mentioned Act, Corporation had suffered recurring loss of revenue on account of non-issue/non-realization of license fee from meat, fish, and poultry sellers. Hence irregularity of such loss may either be justified or needful may be done now under intimation to audit.

#### 11.12.1 Loss of ₹ 0 .04 due to Less recovery of dumping charges.

While auditing the receipt from dumping charges for the selected month 3/14, it was observed that Sh. Luxmi Kant c/o Sharma Associate, The Nest, Sanjauli, Shimla-6 was granted permission for the dumping of 14 Nos large tippers and 7 Nos small tippers vide letter No.MCS/XEN/544/AP/14-604 dated 14.03.14. But from the perusal of Demand Bill No. 139 dated 14.03.2014, an amount of Rs.4,382 was found less demanded/collected from the concerned party as per detail given below:-

Demand Raised		Demand required to be raised(Rs.)		Short Recover y (Rs.)
7 Nos large Tippers @ Rs.1,200/-	8400	14 Nos. Large Tippers @ Rs.1,200/- each	16800	
14 Nos. Small Tippers @ Rs.700/-each	9800	7 Nos. Small Tippers @ Rs. 700/-each	4900	
Total	18200		21700	
Service Tax	2250	Service Tax	2682	

<b>Total</b>	<b>20450</b>		<b>24832</b>	<b>4382</b>
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The Corporation was asked to justify the irregularity vide Audit Requisition No. 74/2016, dated 17.2.2016 but no reply/justification was submitted till conclusion of audit. Hence short recovery of dumping charges as stated above may either be justified or action to recover the said amount from the concerned may be ensured under intimation to the audit.

## **12. Extra financial burden of ₹ 13.23 crore on MC Exchequer on account of water supply.**

From the perusal of the record/information supplied to audit, the position of procurement cost of water supply from IPH Department and water supply charges collected from consumers during FY 2013-14 was as under:-

<b>Cost of water supplied by IPH Deptt. (Rs.)</b>	<b>Total demand raised by MC from consumers (Rs.)</b>	<b>Difference (Rs.)</b>	<b>Rates charged by IPH Deptt. From MC(Rs.Per thousand liter)</b>	<b>Rates charged by MC from consumers (Rs.Per thousand liter)</b>
27.15 crore	13.92 crore	13.23 crore	Rs.18.92	1.Domestic Rs.165/968p.m. within / outside MC limits 2. Commercial Rs.38.95 (minimum) per thousand ltr. within and Rs.3000 per month outside MC limits 3. Construction Rs.71.40 4. Govt. Institutions

				Rs.38.95
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From the above stated position, it is clear that the rates charged by IPH Department for supply of water and average rates charged by the MC from consumers are more or less same but despite that there was surprisingly a huge gap of Rs.13.23 crore on account of procurement cost and collection charges of water supply in one Year itself which should had not been in view of the rates being paid and charged by the MC. This has put extra financial burden on the MC Exchequer which is not only affecting the financial health of the Corporation but also hampering the pace of development activities. Further as per the recommendation of 3<sup>rd</sup> SFC also, there should not be any such gap particularly where water supplier is IPH Deptt. as the entire procurement cost is required to be recovered from the consumers. Accordingly the Corporation was asked to intimate the reasons and circumstances leading to above said huge gap of Rs.13.23 crore besides steps taken to plug this gap & justify the irregularity vide Audit Requisition No. 95/2016, dated 27.2.2016 but no reply/justification was submitted till conclusion of audit. Therefore, needful may be done now under intimation to the audit.

### **13.Expenditure**

**Establishment Expenditure of ₹ 1228.79 lacs has been incurred in contravention to the Provisions of Section 75(1) of HP Municipal Corporation Act 1994**

In view provision contained in Section 57(1) of HP Municipal Corporation Act, 1994, the expenditure on establishment shall not exceed one third of the total expenditure of the Corporation whereas from the perusal of income & expenditure statements for the period from

4/2013 to 3/2014, it was observed that the expenditure on establishment to the tune of Rs.1228.79 lacs i.e.15.63% was incurred excess in contravention of provisions of the ibid section as per detail given below:-

Year	Total Expenditure excluding Depreciation and Provisions	Admissible expenditure on establishment i.e.1/3 <sup>rd</sup> of total expenditure	Expenditure incurred on establishment	Irregular expenditure on Establishment	%age of excess expenditure on establishment
	(Rs. in Lacs)	(Rs. in Lacs)	(Rs. in Lacs)	(Rs. in Lacs)	
2013-14	7861.13	2620.38	3849.16	1228.79	15.63%

The irregularity may either be justified and got regularized from the competent Authority besides to ensure incurring of the expenditure on establishment as per provisions of the Act in future with intimation of compliance to the audit.

### 13.1 Recoveries of ₹ 15.14 Lac (approx.) due to overpayments of pay & allowances and pensionary & other retirement benefits to the employees

During the test audit of service records of employees put up to Audit the following irregularities have been noticed having financial implication of more than Rs.15.14 Lakh:-

13.1.1 In the following cases pay was revised retrospectively to the lower side but the recoveries of pay & allowances resulting thereof tentatively Rs.11.50 Lakh were not effected till date despite the fact that the concerned employee stands superannuated and retirement benefits released to them in most cases which is a serious financial irregularity & is a matter of concern:-

Sr.	Name	of	Revised	pay	Date	from	Last Pay	Last Pay	Difference of	Remarks
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No.	Employee & Designation	fixation order no.& date/ service book page no.	which revised/ date of superannuation	drawn (Rs.)	revised (Rs.)	Pay/Period & tentative Amt. Of recovery (Rs.)	
1	Sh.Madan Singh Verma, Jr.Asstt.	न० नि० शि० / स्था०सहा/37/ स/2015/-363 Dt. 05.02.15	01.05.02/ 28.02.15	19460+ 4400GP =23860	19320+ 3600GP =22920	940+DA p.m./ 01.05.02to 28.02.15= 12Y10M & Rs.1.25Lac.	Retirement benefits stands released.
2	Smt.Gayatri Sharma,Jr.Asstt .	न० नि० शि० / स्था०सहा/584/ स/2015/-2924 Dt. 13.08.15	01.01.94/ 31.03.15	19460+ 4400GP =23860	18050+ 3200GP =21250	2610+DA p.m /01.01.94to 31.03.15= 21Y3M& Rs.3.25Lac.	retirement benefits stands released
3.	Sh.Jayoti Prakash Sharma ,Jr.Asstt.	न० नि० शि०/ स्था०सहा/572/ आर०बी०/2013 - 1996Dt.24.06.13	01.07.98/ 31.01.13	20780+ 4200GP =24980	19380+ 3600GP =22980	2000+DA p.m /01.07.98 to 31.01.13= 14Y7M& Rs.2.25Lac.	retirement benefits stands released
4.	Smt.Shakuntla Devi,Jr.Asstt.	न० नि० शि० / स्था०सहा/2014-1607 Dt. 17.05.14	01.01.96/ 31.03.15	19830+ 4400GP =24230	19890+ 3600GP =23490	740+DAp.m. / 01.01.96to 31.03.15= 19Y3M& Rs.1.25Lac.	retirement benefits stands released
5.	Sh.Ishwar Dass ,Sr.Clerk	न० नि० शि० / स्था०सहा/364/ स/2015 -1397 Dt. 29.04.15	08.09.08/ 30.04.15	16310+ 4400GP =20710	15510+ 2800GP =18310	2400+DA p.m /08.09.08to 30.04.15= 6Y7M23D& Rs.1.55Lac.	retirement benefits stands released
6	Sh. Baggi Ram ,Jr.Asstt	न० नि० शि० / स्था०सहा/ 777/ स/2015 -3184 Dt. 31.08.15	01.03.99/ 31.08.15	19100+ 4800GP =23900	18790+ 3600GP =22390	1510+DA p.m /03.01.2000to 31.08.15=	retirement benefits stands released



						15Y7M29D& Rs.1.95Lac.	
Total						11.50 Lac	

**13.1.2 In the following cases irregularities were observed in the matter of pay fixation which will result over payment of pay & allowances tentatively Rs.2.27 Lakh+DA:-**

**13.1.2.1 Sh. Madan Singh Verma, Jr.Asstt. (DOR 28.02.15)**

His pay fixation was revised retrospectively vide office order no. न० नि० शि०/ स्था०सहा/37स//2015/-363 Dated 05.02.15 in which he was granted the benefit of higher pay scale of Rs.5480-8925 under ACP Scheme on completion of 8years service on the post of Jr. Asstt. w.e.f. 06.05.99 whereas in accordance with clarificatory instructions issued by the Finance Deptt. Govt. of HP vide letter no. Fin (PR) B (7)-51/98 dated 09.07.99, the next higher scale in his case will be protected higher pay scale of Rs.5000-8100 which has been allowed as a measure personal to him consequent upon revision of pay scale w.e.f. 01.01.96. This irregularity resulted into grant of higher Grade Pay of Rs.3600 than actually due Rs.3200 consequent upon revision of pay scale w.e.f. 01.01.06. Since Jr. Asstt. were allowed higher grade pay of Rs.3600 under HP Civil Services (Category/post wise Revised pay )Rules,2012 vide the Finance Deptt. Govt. of HP Notification no. Fin (PR) B (7)-64/2010 dated 27.09.12 w.e.f. 01.10.12, therefore exact recovery period of pay & allowances will be w.e.f. 01.01.06 to 30.09.12= 81Months and tentatively recovery amount will be Rs. 32400(GP3600-3200=400x81M) Plus Dearness Allowance /other allowances, which may be exactly worked out at own level after reviewing the aforesaid pay fixation order dated 05.02.15 or else pay fixation may be justified as per relevant rules/instructions.

**13.1.2.2 Sh Jayoti Parkash Sharma, Jr.Asstt. (DOR 31.01.13)**

His pay fixation of was revised retrospectively vide office order no. न० नि० शि० / स्था०सहा/572०बी०आर//2013 -1996 Dated 24.06.13 in which he was granted the benefit of higher pay scale of Rs.5480-8925 under ACP Scheme on completion of 8years service on the post of Jr. Asstt. w.e.f. 01.07.95/01.01.96 whereas in accordance with clarificatory instructions issued by the Finance Deptt. Govt. of HP vide letter no. Fin (PR) B (7)-51/98 dated 09.07.99 ,the next higher scale in his case will be protected higher pay scale of Rs.5000-8100 which has been allowed as a measure personal to him consequent upon revision of pay scale w.e.f. 01.01.96.This irregularity resulted into grant of higher Grade Pay of Rs.3600 than actually due Rs.3200 consequent upon revision of pay scale w.e.f. 01.01.06. Since Jr. Asstt. were allowed higher grade pay of Rs.3600 under HP Civil Services (Category/post wise Revised pay )Rules,2012 vide the Finance Deptt. Govt. of HP Notification no. Fin (PR) B (7)-64/2010 dated 27.09.12 w.e.f. 01.10.12, therefore exact recovery period of pay &allowances will be w.e.f. 01.01.06 to 30.09.12= 81Months and tentatively recovery amount will be Rs. 32400(GP3600-3200=400x81M) Plus Dearness Allowance /other allowances which may be exactly worked out at own level after reviewing the aforesaid pay fixation order dated 24.06.13 or else pay fixation may be justified as per relevant rules/instructions.

**13.1.2.3 Smt. Shakuntla Devi Sharma, Jr.Asstt. (DOR 31.03.15)**

Her pay fixation was revised retrospectively vide office order no. न० नि० शि०/ स्था०सहा/2014-1607 Dated 17.05.14 in which she was granted the benefit of higher pay scale of Rs.5480-8925 under ACP Scheme on completion of 8years service on the post of Jr. Asstt. w.e.f.

01.03.98 whereas in accordance with clarificatory instructions issued by the Finance Deptt. Govt. of HP vide letter no. Fin (PR) B (7)-51/98 dated 09.07.99, the next higher scale in her case will be protected higher pay scale of Rs.5000-8100 which has been allowed as a measure personal to her consequent upon revision of pay scale w.e.f. 01.01.96. This irregularity resulted into grant of higher Grade Pay of Rs.3600 than actually due Rs.3200 consequent upon revision of pay scale w.e.f. 01.01.06. Since Jr. Asstt. were allowed higher grade pay of Rs.3600 under HP Civil Services (Category/post wise Revised pay )Rules,2012 vide the Finance Deptt. Govt. of HP Notification no. Fin (PR) B (7)-64/2010 dated 27.09.12 w.e.f. 01.10.12, therefore exact recovery period of pay &allowances will be w.e.f. 01.01.06 to 30.09.12= 81Months and tentatively recovery amount will be Rs. 32400(GP3600-3200=400x81M) Plus Dearness Allowance /other allowances, which may be exactly worked out at their own level after reviewing the aforesaid pay fixation order dated 17.05.14 or else pay fixation may be justified as per relevant rules/instructions.

#### 13.1.2.4 Sh. Baggi Ram, Jr.Asstt. (DOR 31.08.15)

His pay fixation was revised retrospectively vide office order no. न० नि० शि० / स्था०सहा/777स//2015 -3184 Dated 31.08.15 in which he was granted the benefit of higher pay scale of Rs.5480-8925 under ACP Scheme on completion of 8years service on the post of Jr. Asstt. w.e.f. 10.06.02 whereas in accordance with clarificatory instructions issued by the Finance Deptt. Govt. of HP vide letter no. Fin (PR) B (7)-51/98 dated 09.07.99 ,the next higher scale in his case will be protected higher pay scale of Rs.5000-8100 which has been allowed as a measure personal to him consequent upon revision of pay scale w.e.f. 01.01.96. This irregularity resulted into grant of higher Grade Pay of Rs.3600 than actually due Rs.3200 consequent upon revision of pay

scale w.e.f. 01.01.06. Since Jr. Asstt. were allowed higher grade pay of Rs.3600 under HP Civil Services (Category/post wise Revised pay) Rules, 2012 vide the Finance Deptt. Govt. of HP Notification no. Fin (PR) B (7)-64/2010 dated 27.09.12 w.e.f. 01.10.12, therefore exact recovery period of pay & allowances will be w.e.f. 01.01.06 to 30.09.12= 81Months and tentatively recovery amount will be Rs. 32400(GP3600-3200=400x81M) Plus Dearness Allowance /other allowances which may be exactly worked out at their own level after reviewing the aforesaid pay fixation order dated 24.06.13 or else pay fixation may be justified as per relevant rules/instructions.

#### 13.1.2.5 Sh. Ishwar Dass, Sr. Clerk (DOR 30.04.15)

His pay fixation was revised retrospectively vide office order no. न० नि० शि० / स्था०सहा/364स//2015-1397 Dated 29.04.15 in which he was granted the benefit of higher pay scale of Rs.4400-7000 under ACP Scheme on completion of 8 years service on the post of Sr.Clerk w.e.f. 08.09.2000 whereas in accordance with clarificatory instructions issued by the Finance Deptt. Govt. of HP vide letter no. Fin (PR) B (7)-51/98 dated 09.07.99, the next higher scale in his case will be protected higher pay scale of Rs.4020-6200 which has been allowed as a measure personal to him consequent upon revision of pay scale w.e.f. 01.01.96. This irregularity resulted into grant of higher Grade Pay of Rs.2800 than actually due Rs.2400 consequent upon revision of pay scale w.e.f. 01.01.06. Since Clerks were allowed higher grade pay of Rs.3200 under HP Civil Services (Category/post wise Revised pay) Rules, 2012 vide the Finance Deptt. Govt. of HP Notification no. Fin (PR) B (7)-64/2010 dated 27.09.12 w.e.f. 01.10.12, therefore exact recovery period of pay & allowances will be w.e.f. 01.01.06 to 30.09.12= 81Months and tentatively recovery amount will be Rs. 32400(GP2800-2400=400x81M) Plus Dearness Allowance

/other allowances. which may be exactly worked out at their own level after reviewing the aforesaid pay fixation order dated 29.04.15 or else pay fixation may be justified as per relevant rules/instructions.

**13.1.2.6 Smt. Gayatri Devi Sharma, Sr.Clerk (DOR 31.03.15)**

Her pay fixation was revised retrospectively vide office order no. न० नि० शि० / स्था०सहा/584स//2015/-2924 Dated 13.08.15 in which she was granted the benefit of higher pay scale of Rs.1365-2410/4400-7000 under ACP Scheme on completion of 8years service on the post of Sr. Clerks w.e.f. 01.01.94/01.01.96 whereas in accordance with clarificatory instructions issued by the Finance Deptt. Govt. of HP vide letter no. Fin (PR) B (7)-51/98 dated 09.07.99 ,the next higher scale in her case will be protected higher pay scale of Rs.4020-6200 instead of Rs.4400-7000 which has to be allowed as a measure personal to her consequent upon revision of pay scale w.e.f. 01.01.96. This irregularity resulted into grant of higher Grade Pay of Rs.2800 than actually due Rs.2400 consequent upon revision of pay scale w.e.f. 01.01.06. Since Sr. Clerks were allowed higher grade pay of Rs.3200 under HP Civil Services (Category/post wise Revised pay) Rules, 2012 vide the Finance Deptt. Govt. of HP Notification no. Fin (PR) B (7)-64/2010 dated 27.09.12 w.e.f. 01.10.12, therefore exact recovery period of pay &allowances will be w.e.f. 01.01.06 to 30.09.12= 81Months and tentatively recovery amount will be Rs. 32400(GP2800-2400=400x81M) Plus Dearness Allowance /other allowances, which may be exactly worked out at their own level after reviewing the aforesaid pay fixation order dated 13.08.15 or else pay fixation may be justified as per relevant rules/instructions.

**13.1.2.7 Smt. Indira Chandel, Sr. Clerk (DOR 30.09.13)**

Her pay fixation was revised retrospectively vide office order no. न० नि० शि० / स्था०सहा/1106/स/2013-3701 Dated 30.11.13 in which she was granted the benefit of higher pay scale of Rs.4400-7000 under ACP Scheme on completion of 8years service on the post of Sr. Clerk w.e.f. 14.07.02 whereas in accordance with clarificatory instructions issued by the Finance Deptt. Govt. of HP vide letter no. Fin (PR) B (7)-51/98 dated 09.07.99, the next higher scale in her case will be protected higher pay scale of Rs.4020-6200 which has been allowed as a measure personal to her consequent upon revision of pay scale w.e.f. 01.01.96. This irregularity resulted into grant of higher Grade Pay of Rs.2800 than actually due Rs.2400 consequent upon revision of pay scale w.e.f. 01.01.06. Since Sr. Clerks were allowed higher grade pay of Rs.3200 under HP Civil Services (Category/post wise Revised pay )Rules,2012 vide the Finance Deptt. Govt. of HP Notification no. Fin (PR) B (7)-64/2010 dated 27.09.12 w.e.f. 01.10.12, therefore exact recovery period of pay & allowances will be w.e.f. 01.01.06 to 30.09.12= 81Months and tentatively recovery amount will be Rs. 32400(GP2800-2400=400x81M) Plus Dearness Allowance /other allowances which may be exactly worked out at their own level after reviewing the aforesaid pay fixation order dated 05.02.15 or else pay fixation may be justified as per relevant rules/instructions.

### 13.1.3 Excess payment of encashment of Earned Leave for ₹ 0.21 lac

In the following cases encashment of Earned Leave was sanctioned/ paid in Excess than actually due to the employees to the tune of Rs.21331:-

Sr. No.	Name of Employee	No. of days of EL encashment	No. of days of EL encashment	Excess Amt. of EL encashment	Remarks
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		paid/Amount	Due/Amount	paid (Rs.)	
1.	Sh.Jayoti Prakash Sharma ,Jr.Asstt.	300D/ B.Pay19380 G.Pay 3600 DA 18384 (80%) Total 41364 x300/30= Rs.413640 (Sanctioned vide N-8 to 13 of P.file)	299D/ B.Pay19380 G.Pay 3600 DA 18384 (80%) Total 41364 x299/30= Rs.412261	1379	on 01.01.13 opening balance of EL brought forward 300+9 days instead of 300 days.On 01.01.13to31.01.13 EL due=3days <u>Less</u> 25 to 28.01.13 = 4days EL availed. Hence EL due as on 31.01.13 =299 days (300+3-4)
2.	Sh. Ram Lal, Safai Jamadar	299D/ B.Pay14880 G.Pay 1650 DA 18679 (113%) Total 35209 x299/30= Rs.350916 (Sanctioned vide N-27 to 31 of P.file)	282D/ Pay14880 G.Pay 1650 DA 18679 (113%) Total 35209 x282/30= Rs.330964	19952	(1)For the period 01.07.98to30.06.99= 12M, Cr. Of EL given 45Days than 30Days due. Hence excess Cr. of EL = 15 Days. (2)Cr. Of EL for June,15 granted twice ,First on 01.01.15 & secondly on 01.07.15 Hence excess Cr. Of EL = 2Days. Therefore total excess Cr. Of EL=17Days.
Total				21331	

#### 13.1.4 Excess payment of retiral benefits ₹ 1.16 lac.

In the following cases excess payment of pensionary benefits / pay & allowances approximately Rs.1.16 Lac were sanctioned/paid due to wrong calculations of qualifying service, or irregular grant of annual increments & EL:-

##### Smt. Indira Chandel, Sr. Clerk (DOR 30.09.13)

She was initially appointed Clerk on Ad-hoc basis in the pay scale of Rs.950-1800 vide Office Order no.MCS/EA/89/3089 dated 13.07.89 w.e.f. 13.07.89(P-85 of Personal file vol.1&P-4 of S/book vol.1).Her Ad-hoc services as Clerk were regularized w.e.f.30.05.94 vide Office Order no. न० नि० शि० / स्था०सहा/94/1328 dated 30.05.94(P-146 of Personal file vol.1&P-4 of S/book vol.1).Thus having total initial Ad-hoc service of 4Y10M19D(13.07.89to30.05.94).

Pensionary benefits were sanctioned to her vide PPO no. 1251/2013-14 on the basis of last pay drawn Rs.13700+2800GP=16500 for nett. Qualifying service of 22Y 3M which also includes aforementioned Ad-hoc service period of 4Y10M19D (13.07.89to30.05.94) irregularly because as clarified by the Finance Deptt. Vide letter no.Fin(Pen)A(3)-1/91& Fin(Pen)A(3)-1/2001 Dated 16.06.93 & 19.07.04, the initial ad-hoc service will not be counted as qualifying service for the grant of pensionary benefits. Resultantly DCRG was sanctioned /paid in excess of Rs.74250 as detailed below:-

Pay Last Drawn(Rs.)	Q.S. & Amt. Of DCRG paid(Rs.)	Q.S. & Amt. Of DCRG Due(Rs.)	Amt. of DCRG paid in excess	Remarks



			(Rs.)	
B.Pay13700 G.Pay2800 Total=16500 DA(80%)=13200 G.Total=29700	22Y 3M or <u>45</u> <u>half years</u> 29700x45/4 =334125	17Y4M11D or <u>35 half years</u> 29700x35/4 =259875	74250	

**13.1.4.1 Smt. Kanta Devi, Mazdoor(DOR 09.09.14 on medical grounds)**

Her date of Appointment as mazdoor was 04.07.96 .Therefore for the period 04.07.96 to31.12.96=5 completed months 14 days of advance Cr. of EL were given instead 13Days of EL actually due. Hence excess Cr. of EL=1 day.

Further vide office order no. & date 'nil' EL of 37 days w.e.f. 07.09.10 to13.10.10 was sanctioned (P-154 of personal file vol.1) but in EL account entered only 7 days w.e.f. 07.09.10 to13.09.10. Hence Less debit of EL=30 days.

(A)On 29.02.12 EL=106 days was shown due in EL account but as a consequence of errors narrated at (a)&(b) above only 75 days(106-31) of EL were due on this date. This leads to irregular sanction of EL for 106 days w.e.f. 7.12.11to 21.03.12 against the actual EL due =75days.Since on this date no other leave were due to her ,therefore irregular sanction of EL resulted into excess payment of pay &allowances to the tune of Rs.18503 as detailed below:-

Pay as on date(Rs.)	Days for which paid in excess	Amount paid in excess(Rs.)
B.Pay9070 G.Pay1900 Total=10970	31Days	(i)Feb.2012=10days 18101x10/29=6242 (ii)Mar.2012=21days

DA(65%)=7131 G.Total=18101		18101x21/31=12262 Total=18503
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Till completion of audit, retirement benefits were not yet sanctioned, therefore, it is advised that while calculating the qualifying service & retirement benefits, irregularity pointed out above may also be accounted for.

#### 13.1.4.2 Smt.Maya Devi, Safai Staff (DOR 30.04.13)

Consequent upon grant of annual increment on 01.04.12 her pay was fixed at Rs.8470+1400GP=9870(P-8&9 of S/book). She remained on LWP (leave without pay) for 67 days i.e 20 & 21.04.12=2 days and w.e.f.11.07.12 to 13.09.12=65 days. This being non qualifying period, would result into deferment of date of next increment due to her on 01.04.13 to 01.06.13 under FR 26 but for her superannuation on 30.04.13, the next AI after 01.04.12 was not due to her. However on the contrary, by ignoring the effect of above mentioned LWP of 67 days, she was sanctioned annual increment irregularly on 01.04.13 fixing pay at the stage of Rs.8770+1400GP=10170(P-8&9 of S/book) which resulted into excess payment of pay & allowances and also retirement benefits to the tune of Rs.15560 as per detail given below :-

#### (A) Pay & allowances for the month of April, 2013

Pay Drawn (Rs.)	Pay Due (Rs.)	Excess Payment(Rs.)
B.Pay8770 G.Pay1400 Total=10170	B.Pay8470 G.Pay1400 Total=9870	540

DA(80%)=8136 G.Total=18306	DA(80%)=7896 G.Total=17766	
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**(B)Retirement benefits**

These were sanctioned vide PPO no. 1231/2013-14 for nett qualifying service of 15Y10M01D on pay of Rs.8770+1400GP=10170 but are actually due on pay of Rs.8470+1400GP=9870.Hence Excess payment made is as under:-

**(1) Pension**

Pension sanctioned/ Drawn (Rs.)	Pension Due (Rs.)	Excess Payment(Rs.)	Tentative amount of overpayment till 31.12.15
50%of Rs.8770+1400GP=10170 i.e.Rs.5085p.m.	50%of Rs.8470+1400GP=9870 i.e.Rs.4935p.m.	150+Dearness Relief per month	4800+Dearness Relief

**II. Retirement Gratuity for qualifying service of 16years or 32half years**

Gratuity sanctioned/Drawn (Rs.)	Gratuity Due (Rs.)	Excess Payment(Rs.)
B.Pay8770 G.Pay1400 Total=10170 DA(80%)=8136 G.Total=18306	B.Pay8470 G.Pay1400 Total=9870 DA(80%)=7896 G.Total=17766	4320

18306x32/4=146448	17766x32/4=142128	
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### III. Commutation of pension

sanctioned/Drawn (Rs.)	Due (Rs.)	Excess Payment (Rs.)
40%of 5085=2034 2034x12x8.194=2,00,000	40%of 4935=1974 1974x12x8.194=1,94,100	5900

#### 13.1.4.3 Smt. Usha,Safai Staff (DOR 30.11.13)

Consequent upon grant of annual increment on 01.01.07 her pay was fixed at Rs.7100+1400GP=8500. She remained on LWP (leave without pay) for 47days i.e from 12 to 26.08.07=15days and w.e.f. 20.10.07 to 20.11.07=32 days. This being non qualifying period, would result into deferment of date of next annual increment due to her on 01.01.08 to 01.02.08 under FR 26 but contrary to rules she was sanctioned annual increment irregularly on 01.01.08 and thereafter on 1<sup>st</sup> January each year till 2013 by ignoring the effect of above mentioned LWP of 47 days which resulted into excess payment of pay & allowances of Rs.2427 as per detail given below:-

Period	Pay Drawn (Rs. per month)	Pay Due (Rs. per month)	Difference (Rs. per month)	DA(Rs.) / Rate(in%)	Excess Payment (Rs.)
01.01.08to31.01.08=1m	7360+1400	7100+1400	260	31/(12%)	291
01.01.09to31.01.09=1m	7630+1400	7360+1400	270	59/(22%)	329
01.01.10to31.01.10=1m	7900+1400	7630+1400	270	95/(35%)	365
01.01.11to31.01.11=1m	8180+1400	7900+1400	280	143/(51%)	423
01.01.12to31.01.12=1m	8470+1400	8180+1400	290	189/(65%)	479
01.01.13to31.01.13=1m	8770+1400	8470+1400	300	240/(80%)	540
Total					2427

#### 13.1.4.4 Sh.Gurmeg, Safai Staff (DOR 31.07.14)

Consequent upon grant of annual increment on 1/11.02.04 his pay was fixed at Rs.5000. He remained on LWP (leave without pay) for 52days i.e from 21.05.04 to 19.06.04=30days and w.e.f. 20.06.04 to 11.07.04=22 days. This being non qualifying period, His date of next annual increment due on 01.02.05 was deferred to 25.03.05 under FR 26 & pay fixed at Rs.5320 revised to Rs. 9900+1650GP in Pay Band Rs.4900-10680+1650GP w.e.f. 01.01.06. Accordingly the next annual increment thereafter shall fall due on completion of 12 months qualifying service period i.e on 1<sup>st</sup> March every year but contrary to rules, he was sanctioned annual increment irregularly on 01.02.06 and thereafter on 1<sup>st</sup> February each year till 2014 which resulted into excess payment of pay & allowances of Rs.5161 as per detail given below :-

Period	Pay Drawn (Rs. per month)	Pay Due (Rs. per month)	Difference (Rs. per month)	DA(Rs.)/ Rate(%)	Excess Payment (Rs.)
01.02.06to28.02.06=1m	10250+1650	9900+1650	350	0/(0%)	350
01.02.07to28.02.07=1m	10610+1650	10250+1650	360	22/(6%)	382
01.02.08to29.02.08=1m	10980+1650	10610+1650	370	44/(12%)	414
01.02.09to28.02.09=1m	11360+1650	10980+1650	380	84/(22%)	464
01.02.10to28.02.10=1m	11750+1650	11360+1650	390	137/(35%)	527
01.02.11to28.02.11=1m	12160+1650	11750+1650	410	209/(51%)	619
01.02.12to29.02.12=1m	12580+1650	12160+1650	420	273/(65%)	693
01.02.13to28.02.13=1m	13450+1650	13010+1650	440	352/(80%)	792
01.02.14to28.02.14=1m	13910+1650	13450+1650	460	460/(100%)	920
Total					5161

The Corporation was asked to justify the irregularity vide Audit Requisition No. 56/2016, dated 9.2.2016 but no reply/justification was submitted till conclusion of audit. Hence the irregularities may be accounted for and after proper scrutiny of each case as per relevant Rules/instructions the exact recovery amount be worked out & ensured besides taking action in other such similarly situated cases during the

Audit period which may be scrutinized by the Corporation at its own level.

### 13.2 Irregular transfer of ₹ 171.02 lac from eht ot dnuf CM Pension Fund

Rule 3(3) of H.P. Municipality Employees (Pension, Gratuity & GPF) Rules, 2000 provides that “a Municipality shall make monthly contributions towards Pension and Gratuity Fund @ 12% and 5% respectively on the maximum of the time pay scale of employees of the Municipality”. But on perusal of the record put to audit, it has been observed that the Corporation has transferred Rs.1,71,02,722 as extra/excess amount from MC fund to Pension fund over & above, the above prescribed %age as per detail given below. Hence, transfer of excess amount to Pension Fund in contravention of above said rule may either be justified & got regularized from the competent authority or transferred back to the MC fund under intimation to audit. In future the contributions to the Pension Fund may be ensured as per provisions of rules framed in this regard:-

Cash book page	Date	Bank Receipt Voucher	Extra amount transferred(Rs.)
126	1.4.13	3	4,189,346
127	1.5.13	30	20,00,000
128	14.5.13	44	21,84,352
129	4.6.13	61	23,00,000
130	3.7.13	92	22,00,000
131	24.7.13	119	10413376
133	6.8.13	131	22,00,000
134	4.9.13	162	2500000
134	4.9.13	122	0
135	4.10.13	189	23,50,000
136	1.11.13	215	25,50,000

136	2.12.13	217	27,55,549
137	7.12.13	251	26,00,000
138	1.1.14	274	26,50,00
139	5.2.14	313	26,50,000
141	3.3.14	nil	26,50,000
Total			17,102,722

**13.3 Irregular payment of Pay & Allowances amounting to ₹ 186.15 lac to different categories over and above the sanctioned posts during the year 2013-14.**

As per Section 67 of the Municipal Corporation Act, 1994 read with Section 6(1) of the H.P. Municipal Services Act 1994, the recruitment to various posts in the Municipal Corporation/ Municipalities shall be made on the recommendation of the Service Selection Committee constituted at the level by the State Government. From the perusal of the information with regard to the sanctioned strength/filled up posts supplied to the audit Annexure'E', it has been observed that the Municipal Authorities has filled the posts of different categories over and above the sanctioned strength as detailed below without obtaining the necessary sanction/approval with regard to creation/filling up the said extra posts from the competent authorities in the State Government. Resultantly, the Corporation has incurred irregular expenditure on the payment of pay and allowances amounting to Rs.1,86,15,120 (approx.) during the year 2013-14 itself as per detail given below:-

Sr. No	Name of category	No. of Sanctioned posts as on 31-3-14	Post filled up as on	Excess filled posts	Date of filling of posts	Pay Band/GP p.m.(Rs.)	Total emolument paid p.m. per post	Total payment during F.Y 2013-14	Remarks
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			31-3-14				(Rs.)	(Rs.)	
1	Driver	19	33	14	Post were filled during the year 2013-14	5910- 20200+ 2000GP	8240 (Initial start)x14	115360x12 =1384320	Total payment has been calculate d on the basis of initial of Pay Band and GP paid P.M. exclusive of D.A. and other Allowanc es
2	De-rating mate/othe r Mate	9	31	22		4900- 10680+ 1300GP	6200x22	136400x12 =1636800	
3	Mason	11	21	10		5910- 20200+ 1900GP	7810x10	78100x12 =937200	
4	Mazdoor	229	426	197		4900- 10680+ 1300 GP	6200x197	1221400x12 =14656800	
	Total	268	511	243				18615120	

The Corporation was asked to justify the irregularity vide Audit Requisition No. 33/2016, dated 21.1.2016 but no reply/justification was submitted till conclusion of audit. Hence filling of posts over & above the sanctioned strength and payment of pay & allowances of Rs.1,86,15,120 made against these posts may either be justified or the irregularity be regularized with the sanction of the competent Authority under intimation to the Audit.

**13.4 Over payment of salary of ₹ 3,940 to Sh. Naresh Kumar, Fitter Gr.I**



From the perusal of service book of Sh. Naresh Kumar S/O Sh. Hari Ram, Fitter Gr.I (page 8 & 9 of service book Vol. II) and pay bill for the month of Feb 2014 paid in March 2014, it has been observed that the basic pay of the official was Rs.12,080+ Rs.2,400 Grade Pay (DNI 1.2.2015) But he was paid at higher rate Rs.14,050+ Rs.2,400 Grade Pay which resulted into payment of excess salary of Rs.3,940 for the month of Feb.2014 paid in March 2014 as under:-

Salary Due(Rs.)	Salary Drawn (Rs.)	Excess Paid(Rs.)
Basic Pay =12080	Basic Pay =14050	3,940
Grade Pay =2400	Grade Pay= 2400	
DA(100%)= 14480	DA(100%)= 16450	
Total= 28960	Total= 32900	

The Corporation was asked to justify the irregularity vide Audit Requisition No. 76/2016, dated 17.2.2016 but no reply/justification was submitted till conclusion of audit. Hence over payment of said salary may either be justified or the whole amount of excess payments made prior, during & after the audit period i.e. 2013- 14 to the official may be worked out at corporation level & ensured to be recovered from the concerned under intimation to audit.

### 13.5 Over payment of House rent allowance of ₹ 400

While auditing the pay bills for the month of Feb., 2014 paid in March 2014, it was observed that an amount of Rs. 400 on account of House Rent Allowance was paid to the following officials over and above the admissibility:-

Sr.	Name of	Name of	Pay in	HRA	HRA	Excess
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No.	employee	Department	the pay band(Rs.)	admissible (Rs.)	Paid (Rs.)	paid (Rs.)
1	Sh. Joginder Kumar	WS&SD	10,300	1,000	1,200	200
2	Sh. Sheesh Ram	Health Deptt.	9,050	1,000	1,200	200
<b>Total</b>						<b>400</b>

The Corporation was asked to justify the irregularity vide Audit Requisition No. 75/2016, dated 17.2.2016 but no reply/justification was submitted till conclusion of audit. Hence over payment of said HRA may either be justified or the whole amount of excess payments made prior, during & after the audit period i.e. 2013- 14 to the officials may be worked out at corporation level & may be recovered from the concerned under intimation to audit.

#### **14. Irregularities of ₹ 3.22 lac pertaining to final payments of GPF & CPS**

During the test audit of final payments of GPF & CPS and interest allowed to the subscriber during the Financial Year 2013-14, it has been observed that the interest @ 8.7% were allowed to the GPF & CPS subscribers at par with the HP State Govt. Employees but in the following cases of final payments the interest was allowed at lesser rates than the above said approved rates resulting payment of less interest amounting to Rs.173727(approx.). Besides in some cases subscription credited in GPF & CPS a/c were also not paid fully while making the final payments to the subscriber and the amount of Rs.148597 is still lying undisbursed to them even after lapse of considerable time from their retirement whereas under Rule 34 of GPF(CS)Rules,1960, the AO is duty bound to repay timely the whole amount to the subscriber of the

Fund immediately on its becoming due in order to avoid payment of interest on delayed payments:-

Sr. No.	Name of the Subscriber/Fund A/c No.	Rate of Intt. & amount allowed (Rs.)	Amount of intt. Due @ 8.7% (Rs.)	Amount of intt. Less paid (Rs.)	Amount of undisbursed Subscription (Rs.)	Remarks
1	Sh. Mohan Lal/ GPF2244	4%/2331	5070	2739	20560	DOD 12.04.13
2	Sh. Ram Lubhaya/ GPF2296	4%/9807	21330	11523	18680	DOR 30.09.13
3	Sh. Balwant/ GPF2314	4%/940	2045	1105	13056	
4	Sh. Banarsi Dass/ GPF2400	4%/9033	19647	10614		DOR 31.08.13
5	Sh. Ashok Kumar/ GPF2526	4%/5470	11897	6427		DOR 31.10.13
6	Sh. Randhir Kumar/ GPF2580	4%/337	733	396		
7	Sh. Balwinder/ GPF2733	4%/10507	22853	12346		
8	Sh. Nokh Ram/ GPF2757	4%/1819	3956	2137		
9	Sh. Parkash Chand / GPF2890	4.5%/6560	12683	6123	10000	DOR 31.03.14
10	Sh. Deep Kumar/ GPF2915	4%/3527	7759	4232		

11	Sh.Mohan Singh/ GPF2945	4%/6884	14973	8089		DOR 30.09.13
12	Smt.Kiran Bala / GPF3041	4.5%/3666	7089	3422	12000	DOR 31.12.13
13	Sh Noordin / GPF3045	4%/5143	11186	6043		DOR 31.07.13
14	Sh Jeet Singh / GPF3049	4.5%/1790	3461	1671		
15	Sh Sant Ram Verma / GPF3070	4%/2265	4926	2661	20000	DOR 30.04.13
16	Sh Buta Ram / GPF3081	4%/416	905	489	8452	DOR 30.04.13
17	Smt.Indira Chandel / GPF3197	4%/9681	21056	11375		DOR 30.09.13
18	Smt. Asha/ GPF3237	4.5%/4641	8973	4332	5100	DOR 31.12.13
19	Smt. Sheela / GPF3293	4.5%/1781	3443	1662	5978	DOR 31.10.13
20	Sh. Ram Saran / GPF3300	4.5%/16192	31305	15113	8500	DOR 31.01.14
21	Smt. Maya / GPF3362	4%/121	263	142	6847	DOR 30.04.13
22	Smt. Usha/ GPF3444	4.5%/1371	2651	1280		DOR 30.11.13
23	Smt. Dasi Devi/ GPF3533	4%/6910	15030	8120		
24	Sh. Gagan Kumar / GPF3300	4%/143	311	168		DOD 08.12.12
25	Smt. Vidya/ GPF3300	4.5%/33059	63914	30855		DOR

	<b>GPF3273</b>					<b>30.04.14</b>
<b>26</b>	<b>Sh. Yash Pal/ CPS33</b>	<b>4%/1820 (910+910)</b>	<b>3958 (1979+ 1979)</b>	<b>2138 (1069+ 1069)</b>	<b>2600 (1300+1300)</b>	
<b>27</b>	<b>Smt. Bimla/ CPS66</b>	<b>4.5%/5686 (2843+2843)</b>	<b>10992 (5496+ 5496)</b>	<b>5306 (2653+ 2653)</b>	<b>16824 8412+8412</b>	<b>DOR 31.01.14</b>
<b>28</b>	<b>Sh. Kamal Kumar/ CPS108</b>	<b>nil(Progressive Total 213391)</b>	<b>3094 (1547+ 1547)</b>	<b>3094 (1547+ 1547)</b>		
<b>29</b>	<b>Sh. Dhyan Singh/ CPS110</b>	<b>4.5%/9196 (4598+4598)</b>	<b>17778 (8889+ 8889)</b>	<b>8582 (4291+ 4291)</b>		<b>DOD 14.12.13</b>
<b>30</b>	<b>Sh. Raj Kumar/ CPS337</b>	<b>4%/1312 (656+656)</b>	<b>2854 (1427+ 1427)</b>	<b>1542 (771+7 71)</b>		
<b>Total</b>		<b>162408</b>	<b>336135</b>	<b>173727</b>	<b>148597</b>	

The Corporation was asked to justify the irregularity vide Audit Requisition No. 57/2016, dated 9.2.2016 but no reply/justification was submitted till conclusion of audit. Hence the irregularities may either be justified or payment of deposits be ensured after proper scrutiny of each case along with the amount worked out besides taking action in other such similarly situated cases during the Audit period which may be scrutinized by the Corporation at its own level.

## 15.Works

**(1) Construction of Modern Slaughter House at Krishna Nagar, Shimla irregularities thereof**

From perusal of the record put up to audit, it was observed that the work for construction of Modern Slaughter House at Shimla was allotted to M/S Micro Transmission System (MTS) (Lessee), B-37, Sector-88, Phase-II, Noida-201301(UP) for Rs.19.66 crore for supply, installation, testing and commissioning of plant & machinery by MTS and operation & maintenance of the same initially for a lease period of 5 years extendable to 15 years. Accordingly, Municipal Corporation, Shimla (lessor) has executed two agreements, i.e., General Agreement and Lease Agreement with above agency on dated 10<sup>th</sup> June, 2009. Clause 8 of the agreement provides that "MTS shall complete the construction, commissioning, installation of the entire project within 18 months from the date of approval of the final design and bill of quantities". Further clause 15 provides that "The Commissioner, Municipal Corporation of Shimla in exceptional circumstances may extend the period of completion and commissioning of the plant for a period of 2 months beyond the 18 months as mentioned in the clause 8 of this agreement. The Commissioner may further extend the period taking into consideration natural calamities, breaking of war, earthquake, strike of transporting agency etc." However, the MTS could not perform the agreement dated 10.6.2009 as the work at Boileauganj site was held up due to public resentment. Then MC Shimla approved new site at Krishna Nagar below Cart Road, Shimla and handed over the same to the contractor in September 2010 besides executing supplementary agreement with MTS. Accordingly, the contractor started the work in February, 2011. Due to non-execution of agreement of dated 10.6.2009 and shifting of site from Boileauganj to Krishna Nagar, the completion of project delayed & its cost also increased by Rs.6.76crore, i.e. from Rs. 19.66 to Rs.26.42 crore. From the latest payment made to the contractor vide 7<sup>th</sup> running bill on dated 15.9.2015, it appears that the work is still incomplete on this

date and not completed even after lapse of about more than four & half years from the date of handing over of site in September, 2010. In this work the following irregularities have been observed:-

**15.1.1 Loss due to escalation of project cost by ₹ 6.76 crore**

Due to failure of proper planning & selection of undisputed site before implementation of the project, the project cost enhanced by Rs.6.76 crore (Rs.26.42- Rs. 19.66) which otherwise could have been avoided.

**15.1.2 Loss of revenue about ₹ 1.08 crore on account of yearly lease rent for delayed period as a consequence of delay in implementation of Project**

The construction was completed within 18 months from the date of start of work as per agreement dated 10.6.2009 which also got delayed considerably due to which public was deprived of the intended benefits of the scheme during delayed period. Besides, Corporation also suffered loss of return from the project about Rs.1.08crore (i.e @Rs.36 Lac for3years period) on account of yearly lease rent for delayed period of completion of said project.

15.1.3 Tender case, Measurement Books, copy of A/A & ES, Award letter along with rates of items, etc., have not been put up to audit despite several written as well as verbal requests.

**15.1.4 Non deduction of labour cess of ₹ 25.03 lac from the contractor**

Up to 7<sup>th</sup> running Bill, gross value of work done was shown Rs.25,02,71,187 on which labour cess @ 1% works out to Rs.25,02,712 was required to be deducted at source while making payments to the contractor as per Labour Commissioner, HP letter no. 1-2000(Lab.)BCWA dated 30.1.2009 but the same was not deducted and deposited with the H.P. Building and other Construction workers welfare Board . Thus undue

benefit was extended to the contractor to the extent in contravention of aforesaid Govt. Rules/instructions;

#### **15.1.5 Less deduction of Income tax of ₹ 25.03 lac from the contractor**

Tax u/s 194C of Income tax Act was required to be deducted @ 2% from the contractor but it was deducted @ 1% only. Hence, there was 1% less deduction of TDS from the contractor which works out to Rs.25,02,712 on gross value of work done of Rs.25,02,71,187. Thus undue benefit was extended to the contractor in contravention of provisions of aforesaid act. The corporation was asked to justify the irregularity vide Audit Requisition No. 96/2016, dated 27.2.2016 but no reply/justification was submitted till conclusion of audit. Hence the irregularities may either be justified or necessary action be taken in the matter under intimation to the Audit.

### **15.2 Irregularities in the payments of works bills**

During the course of test Audit of works bills put up to Audit, the following irregularities have been observed:-

#### **15.2.1 Non deduction of Labour Cess amounting to ₹ 0.73 lac from the work bills of the Contractor**

In the following cases, Labour Cess amounting to Rs.73181 was not deducted from the work bills of the Contractors which is irregular because as per Labour Commissioner, HP letter no. 1-2000(Lab.) BCWA dated 30.1.2009, it is required to be deducted @1% of total construction cost from the contractors & then got deposited with H.P. Building and other Construction workers welfare Board:-



Sr. No	MB No. & Page/ Vr. No. & date	Contractor's/work 's Name	Gross Amount of Work bill(Rs.)	Amount of Labour Cess due @ %1Rs.)
1	MB no. 1937/627 P-73to81(1 <sup>st</sup> & final bill)Voucher no.2462 dated12.03.14=31163	<u>Sh.Prem Lal</u> Providing Electrical rewiring in different MC residences.	36235	362
2	MB no. 2227/917 P-1to25(1 <sup>st</sup> & final bill)Voucher no. 2514 dated 20.03.14=127229	<u>Sh.Jeet Ram Thakur</u> Special Repair of MC quarter allotted to Sh. J.P. Sharma,Cashier at Fountain Cottage G.F. Sabzi Mandi-Shimla.	153063	1531
3	MB no. 2103/793 P-23to28(1 <sup>st</sup> & final bill)Voucher no. 2463 dated14.03.14=84568	<u>Shri Dassu Ram</u> Ambulance road near Jagta Niwas at Dingu Bawdi in W.N.-17(SH:C/o R/wall from RD 0/00to 0/06 phase I	143266	1433
4	MB no. 2103/793 P-24to28(1 <sup>st</sup> & final bill)Voucher no. 2463 dated14.03.14=62309	<u>Shri Dassu Ram</u> Ambulance road near Jagta Niwas at Dingu Bawdi in W.N.-17(SH:C/o R/wall from RD 0/06to 0/12 phase II	103987	1040
5	MB no. 2107/797 P-48to57(1 <sup>st</sup> & final bill)Voucher no. 2475 dated	<u>Shri Divesh THakur</u> Re-surfacing of MC road& path leading to Tutikandi Dev Lodge RD	405050	4051

	15.03.14=136794	0/0to0/500(SH: Re-surfacing of road& path RD 0/0to0/500 in W.N.8)		
6	MB no. 2237/987 P-1to22(1 <sup>st</sup> & final bill)Voucher no. 2457 dated 10.03.14=80986	<u>ShriPadam Singh THakur</u> Repair of MC quarter allotted to Sh.Pankaj Thakur at Suji Line in W.N.12	96974	970
7	MB no. 2226/916 P-10to16(1 <sup>st</sup> & final bill)Voucher no. 2464 dated 14.03.14=95290	<u>Shri Santosh Kumar</u> C/o Ambulance road from Annadale to Dhobighat RD 0/0 to0/115(SH: C/o R/wall from RD 0/057to 0/065 in W.N.4)	143047	1430
8	MB no. 2181/871 P-1to21(1 <sup>st</sup> & final bill)Voucher no. 2560 dated 25.03.14,	<u>Shri Kameshwar Sharma-Arki</u> A/A to MC quarter allotted to Sh.Deep Ram & Smt. Barfi Devi at old Abkari(SH: C/o Kitchen & Toilet)	186833	1868
9.	MB no.2111/801P-35to97 (1 <sup>st</sup> R/ bill)	<u>Sh.A.R.Butt</u> Renovation of MC Rest House (SH: Providing flooring, wood work, painting, distempering and water supply & sanitary fitting etc. In W.N.1)	1103658	11037
10	MB no.2153/843P-41to50 (2 <sup>nd</sup> R/ bill) Voucher no. 51 dated 01.03.14	<u>Sh.Kulbhushan Verma</u> Providing sewerage facilities for Sandal colony chakker area & Judicial complex at Chakker(SH: P/L 150mm dia D.I. sewer line RD 0/0 to	2576026	25760

		0/1300 W.N.7)		
11	MB no. 2193/883 P-1to15(1 <sup>st</sup> & final bill)Voucher no. 2458 dated 10.03.14	<u>Sh.A.R.Butt</u> P/L 150mm dia D.I. sewer line from H/O Sh. Anwar to existing IPH manhole at Idgah W.N.2)	155050	1551
12	MB no. 1952/642 P-68 to 80 (1 <sup>st</sup> R/bill) Voucher no. 2447 dated 06.03.14	<u>Sh.Mahesh sood</u> Path from Anchal niwas to Uttam niwas RD 0/0 to 0/200 Inder Nagar Dhalli W.N.18(SH:C/o R/wall & chequered tiles)	224159	2242
13	MB no. 2192/882 P-20to25(1 <sup>st</sup> & final bill)Voucher no. 2515 dated 20.03.14	<u>Sh.Vinod Verma</u> Repair of 80mm dia G.I. Pipe line from Happy child school to Thakur Niwas Kasumpati Shimla-9	130979	1310
14	MB no. 2192/882 P-26to31& 39 to 43(1 <sup>st</sup> R/bill)Voucher no. 2516 dated 20.03.14	<u>Sh.Ashok Verma</u> P/L of 40mm dia G.I. Pipe line from House no. A-146 to House no.A-157,Sector-3 New Shimla	237362	2374
15	MB no. 2192/882 P-31to38(1 <sup>st</sup> & final bill)Voucher no. 2515 dated 20.03.14	<u>Sh.Vinod Verma</u> Repair of 200mm dia Water Supply Line from Kasumpati to New Shimla (SH:P/L of 200mm dia G.I. Pipe line(Heavy grade) near CID HQ Shimla-9)	420141	4201
16	MB no. 2188/878 P-59to68(1 <sup>st</sup> & final bill) Voucher no. 54 dated 21.03.14	<u>Sh.Babu Ram</u> P/L 150mm dia sewer line from Sohan Lal Diwan Niwas to existing IPH Line	573613	5736

		<b>Patti Nallah in Krishnangar Part II</b>		
<b>17</b>	<b>MB no. 2260/950 P-59to68(1<sup>st</sup> &amp; final bill)Voucher no. 58 dated 31.03.14</b>	<b><u>Sh.Rohit Sharma</u> P/L 150mm dia sewer line from DF Housing Board Colony Strawberry Hills to Chauhan Niwas East View Chotta Shimla</b>	<b>500000</b>	<b>5000</b>
<b>18</b>	<b>MB no. 1764/454 P-95 to 100 (1<sup>st</sup> &amp; final bill) Voucher no. 2458dated 10.03.14</b>	<b><u>Sh.A.R.Butt</u> C/O CC Path from Railway track to Phagli Club via Kusht Colony-Phagli RD 0/200 to 0/260 W.N.10</b>	<b>128539</b>	<b>1285</b>
<b>Total</b>				<b>73181</b>

### **15.2.2 Excess payment of ₹ 622 to the contractor for non deduction of quantity of weep holes from the executed quantity of RR masonry**

**Name of Work: C/o Ambulance road from Annadale to Dhobighat RD 0/0 to 0/115(SH: C/o R/wall from RD 0/057to 0/065 in W.N.4)**

**Name of Contractor:\_\_\_Shri Santosh KumarVoucher no. 2464 dated 14.03.14=95290**

**MB no. 2226/916 P-10to16(1<sup>st</sup> & final bill)**

**For the execution of total quantity 27.01cum of item no.4/4 of Abstract of cost 'RR massonary in F/P in CM 1:6', the contractor was paid Rs.66175 @Rs.2450cum (MB P-14). From the perusal of record entries of the item recorded at page-11 of the MB, it is observed that deduction of quantity of weep holes provided in R/wall was not made from the executed quantity of RR masonry whereas vide item no.7/7 of**

Abstract of cost, payment of Rs. 3235 for total executed quantity of 32.35Rmt. @Rs100Rmt. was separately made to the contractor for providing weep holes of 4inch or mm100 dia CVPpipe in R/wall. Due to this irregularity, the contractor was paid in excess to the extent of quantity of weep holes provided in the R/wall which works out to  $0.05 \times 0.05 \times 7 / 2232.35 = 0.254 \text{cum}$  & excess amount paid @Rs2450cum =Rs.622

### **15.2.3 Excess payment of ₹ 531 to the contractor for wrong carry forward of executed quantity to Abstract of cost**

Name of Work: Special Repair of MC quarter allotted to Sh. Pankaj Thakur at Suji Line in W.N.12

Name of Contractor: Shri Padam Singh Thakur

Voucher no. 2457 dated 10.03.14=80986MB no. 2237/987 P-1to22 (1<sup>st</sup> & final bill)

The total executed quantity of item no. 1/4 “white glazed tiles 6mm thick in CM 1:3 in skirting” as per record entry was 15.32sqm (MB P-7) which was wrongly carried forward to Abstract of cost as 15.96sqm i.e excess by 0.64sqm(MB P-14). Due to this irregularity, the contractor was paid excess amount @Rs830sqmcumx0.64sqm =Rs.531

### **15.2.4 Suspected misappropriation due to non accountal of serviceable material to be obtained from dismantling item of works**

During the course of Audit of works bills, it has been observed that in the following cases serviceable material obtainable from dismantling item of works was required to be worked out & certified in the concerned MB besides its accountal in MAS/stock register but neither

the required certification in MB nor accountal of material in MAS/stock register was done which suspect the misappropriation of said serviceable material by extended the undue favour to the contractor:-

Sr. No.	Name of item/MB no.&page	Total qty. executed	Rate (Rs.)	Amount paid(Rs.)
<b>(A) Name of Contractor: Sh.Jeet Ram Thakur</b> <b>Name of Work: Special Repair of MC quarter allotted to Sh. J.P. Sharma,Cashier at Fountain Cottage G.F. Sabzi Mandi-Shimla</b>				
1.	Item no.1/1(MB no.2227/917 P-16) Demolition of stone massonary above G.L. including stacking of serviceable material & disposal of unserviceable material within 20m lead	2.98cum	300per cum	894
2.	Item no.2/2(MB no.2227/917P-16) Demolition of doors, windows, clerestory, ventilators etc.	3 nos.	40each	120
<b>(B) Name of Contractor: Sh. Padam Singh Thakur</b> <b>Name of Work: Special Repair of MC quarter allotted to Sh.Pankaj Thakur at Suji Line in W.N.12</b>				
1.	Item no.E.I./1(MB no.2237/987 P-19) Demolition of Brick work above G.L. up to floor two	1.72cum	592per cum	1018
2.	Item no.E.I./2(MB no.2237/917 P-19) Taking of doors, windows, clerestory, etc.	4 nos.	40each	160
<b>(C) Name of Contractor: <u>Sh.Mahesh sood</u></b> <b>Name of Work: Path from Anchal niwas to Uttam niwas RD 0/0 to 0/200 Inder Nagar Dhalli W.N.18(SH:C/o R/wall &amp; chequered tiles)</b>				
1.	Item no.E.I./Extra(MB no.1952/642 P-16) Demolition of stone massonary above G.L. including	6.91cum	553per cum	3821

	stacking of serviceable material & disposal of unserviceable material within 20m lead			
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### **15.2.5 Excess payment of ₹ 0.08 lac to the contractor by approving/paying higher rate for execution of Extra item of work**

**Name of Work:** Providing sewerage facilities for Sandal colony chakker area & Judicial complex at Chakker(SH: P/L 150mm dia D.I. sewer line RD 0/0 to 0/1300 W.N.7) **Name of Contractor:** Sh.Kulbhushan Verma  
**Voucher no.51 dated**01.03.14=1143599 **MB no.:**2153/843P-41to50 (2<sup>nd</sup> R/bill)

For the execution of extra item: E.I. /6 of Abstract of cost (MB P-49) "Providing & fixing DI tee 150x150x100mm". The contractor was paid Rs.9600 for total executed quantity of 3nos.@3200each but from the perusal of analysis of rates of the Extra Item, it was observed that the rate was actually worked out Rs.2847 which was wrongly taken as Rs.3847 & approved by restricting it to Rs.3200each (Annexure'G'). This irregularity resulted into excess payment of Rs.1059 (3no.x Rs.353 (Rs.3200-2847) to the contractor.

**Name of Work:** Repair of 80mm dia G.I. Pipe line from H. No.A-146 to H.No. A-157 Sector- 3 New Shimla (MB no. 2192/882 P-26 to 31&39to43)  
**Name of Contractor:** Sh.AShok Verma

**Voucher no.** 2516 **dated** 20.03.14=Rs.203724 (1<sup>st</sup> R/ bill)

In the following cases, it was observed that for the execution of Extra/Substituted item of work, the contractor was paid higher rate approved by the authorities on the basis of overall premium of contract whereas the same was required to be approved/paid on the basis of

premium of item of similar class of work included in the contract under clause 12 of the Agreement. This irregularity resulted into excess payment of Rs.7027 to the contractor as detailed below:-

**Premium of similar class of work item included in the contract**

**A. Item no.5 of Agreement "P/L CC 1:2:4(40mm Aggr.) curing complete excluding cost of form work in F/P**

**Rate as per HPSR 2009&taken in estimate=3130.20**

**Rate quoted/awarded to contractor=Rs2600**

**Thus, Premium of the item=530.20(3130.20-2600)/3130.20=16.94% below**

**B. Item no.1of Agreement "Excavation in foundation, trenches etc. In all kinds of soil such as pick work, jumper work stacking the serviceable materials & soil separately but not more than 3mtr. Clear from edge of excavation & then returning the stacked soil in 15cm layer when required into plinth, sides of foundation etc., consolidating each deposited layer by ramming & watering & then disposal of all excavated earth as directed by Engineer-in-charge within all leads& lift.**

**Rate as per HPSR 2009&taken in estimate=Rs.180.55cum**

**Rate quoted/awarded to contractor=Rs150cum**

**Thus, Premium of the item=30.55(180.55-150)/180.50=16.92% below**

Name of Extra/Substituted item of work	Total executed Qty.	Rate approved /paid(Rs.)	Rate required to be paid(Rs.)	Difference in rates (Rs.)	Amount Excess paid(Rs.)
7/E.I. Abst. (MB P-41) P/L CC 1:6:12 (40mm	2.07cum	Rate HPSR 2009=1942.50 <u>Add</u> 71.06%	Rate HPSR 2009=1942.50 <u>Add</u> premium	787/-per cum	1629



Aggr.)curing complete excluding cost of form work in F/P		overall premium = 1390.83 Total=3333.33but Restricted to 2400/-per cum	16.94% below of similar class of work as per 'A' above=(-) 329.06 Total=1613.44say 1613/-per cum		
10/E.I. Abst. (MB P-42) P/L CC 1:5:10 (40mm Aggr.)curing complete excluding cost of form work in F/P	1.45cum	Rate HPSR 2009=2064.30 <u>Add</u> 71.06% overall premium = 1478.04 Total=3542.34but Restricted to 3000/-per cum	Rate HPSR 2009=2064.30 <u>Add</u> premium 16.94% below of similar class of work as per 'B' above=(-) 349.69 Total=1714.61say 1715/-per cum	1285/-per cum	1863
7/E.I. Abst. (MB P-41) Cutting in earth work and disposal of all excavated earth up to lead of 20 mtr. Pick, jumper, spade work	48.03cum	Rate HPSR 2009=83.10 <u>Add</u> 71.06% overall premium = 59.50 Total=142.60per cum	Rate HPSR 2009=83.10 <u>Add</u> premium 16.92% below of similar class of work as per 'B' above=(-) 14.06 Total=69.04say 69/-per cum	73.60/-per cum	3535
<b>Total</b>					<b>7027</b>

**(ii) Suspected Excess payment of ₹ 0.14 lac to the contractors due to doubtful wrong recording of measurements in MB**

For the execution of extra item: E.I. /8 of Abstract of cost (MB P-41) "RR/polygonal Rubal masonry (uncoursed) with hard stone of approved quality in foundation & plinth including levelling with CC 1:6:12(20mm Aggr.) in CM 1:6", the contractor was paid Rs.152594 for total executed quantity of 58.69cum@2600per cum. From the perusal of detailed measurements recorded at MB P-28&29, it was observed that the RR masonry work done in stairs having 14 no. steps & riser of 0.15m as is clear from the detailed measurements of item of 20mm cement plaster in stairs recorded at MB P-20 (14 no.x0.15x 1.30=2.73sqm) but for calculation of executed qty. the dimension of riser seems to have been taken in cumulative for every higher step than 0.15m for each step. This irregularity resulted into excess payment of Rs.13520 to the contractor as detailed below:-

Qty. Calculated/paid as per MB	Correct calculation of Qty. To be paid for	Qty. paid inExcess	Rate (Rs.)	Excess paid(Rs.)
1x1.30x0.90x0.20=0.23cum	1x1.30x0.90x0.20=0.23cum	nil		
1x1.30x0.20x0.30=0.08cum	1x1.30x0.20x0.10=0.03cum	0.05cum		
1x1.30x0.30x0.38=0.15cum	1x1.30x0.30x0.08=0.03cum	0.12cum		
1x1.30x0.30x0.55=0.21cum	1x1.30x0.30x0.17=0.07cum	0.14cum		
1x1.30x0.30x0.72=0.29cum	1x1.30x0.30x0.17=0.07cum	0.22cum		
1x1.30x0.30x0.90=0.35cum	1x1.30x0.30x0.18=0.07cum	0.28cum		
1x1.30x0.30x1.05=0.41cum	1x1.30x0.30x0.15=0.06cum	0.35cum		
1x1.30x0.30x1.20=0.47cum	1x1.30x0.30x0.15=0.06cum	0.41cum		
1x1.30x0.30x1.37=0.53cum	1x1.30x0.30x0.17=0.07cum	0.46cum		
1x1.30x0.30x1.52=0.59cum	1x1.30x0.30x0.15=0.06cum	0.53cum		
1x1.30x0.30x1.67=0.65cum	1x1.30x0.30x0.15=0.06cum	0.59cum		
1x1.30x0.30x1.72=0.67cum	1x1.30x0.30x0.05=0.02cum	0.65cum		
1x1.30x0.30x1.87=0.73cum	1x1.30x0.30x0.15=0.06cum	0.67cum		
1x1.30x0.30x2.02=0.79cum	1x1.30x0.30x0.15=0.06cum	0.73cum		

Total	6.15cum	0.95cum	5.20cum	2600per cum	13520
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### 15.2.6 Excess payment of ₹ 358 to the contractors due to wrong calculations

During the course of Audit of work bills, it was observed that in the following cases excess payment to the contractors was made due to wrong calculations in the MB :-

Name of item /MB no. & page	Qty. Calculated/ paid as per MB	Correct calculation of Qty. To be paid for	Qty. Excess paid	Rate (Rs.)	Amount Excess paid(Rs)
(i)Name of Contractor: <u>Sh.Mahesh sood</u> Voucher no. 2447 dated 06.03.14=Rs.156776 Name of Work: Path from Anchal niwas to Uttam niwas RD 0/0 to 0/200 Inder Nagar Dhalli W.N.18(SH:C/o R/wall & chequered tiles)					
Item no.3/5 Abstract :P/L CC 1:3:6 curing complete excluding cost of form work in F/P(MB no.1952/642P-77 R/Entry P-73&75) (1 <sup>st</sup> R/bill)	5x1.30x0.50=5.2 0sqmx0.05=0.26 CUM	5x1.30x0.50=3.25s qmx0.05=0.16CUM	0.10CUM	1800 per cum	180.00
(ii)Name of Contractor: <u>Sh.Vinod Verma</u> Voucher no. 2515 dated 20.03.14=Rs.473714 Name of Work: Repair of 80mm dia G.I. Pipe line from Happy child school to Thakur Niwas Kasumpati Shimla-9					
Item no.1 Abstract :Excavation in earth work in F/P (MB no. 2192/882 P-20 R/Entry P-23) (1 <sup>st</sup> & final bill)	<u>RD60 to75</u> 15x0.45x.043=3. 04cum	<u>RD60 to75</u> 15x0.45x0.43=2.90 cum	0.14CUM	235 per cum	33.00

(iii) Name of Contractor: <u>Sh.Vinod Verma</u> Voucher no. 2515 dated 20.03.14=Rs.473714 Name of Work: Repair of 200mm dia Water Supply Line from Kasumpati to New Shimla (SH:P/L of 200mm dia G.I. Pipe line(Heavy grade) near CID HQ Shimla-9)					
Item no.2 Abstract :P/L in trenches galvanised mild steel tubes(Heavy Grade) fitting 200mm dia (MB no. 2192/882 P-36 R/Entry P-32) (1 <sup>st</sup> & final bill)	<u>RD54.30 to</u> <u>60.30</u> 1x6.05=6.05Rmt .	<u>RD54.30 to 60.30</u> 1x6.00=6.00Rmt.	0.05Rmt.	2895 per Rmt.	145.00
<b>Total</b>					<b>358</b>

**15.2.7 Excess payment of ₹ 0.02 lac to the contractor for non exclusion of main holes from the executed quantity of P/L 150mm dia DI(spun)Pressure Pipe.**

**Name of Work: P/L 150mm dia sewer line from Sohan Lal Diwan Niwas to existing IPH Line Patti Nallah in Krishnangar Part II.**

**Name of Contractor: Shri Babu Ram Voucher no. 54 dated 21.03.14=573613 MB no. 2188/878 P-59to68 (1<sup>st</sup> & final bill)**

For the execution of total quantity 237.80Rmt of item no.2 of Abstract of cost 'P/L 150mm dia DI(spun)Pressure Pipe in trenches etc.', the contractor was paid Rs.451820@Rs.1900per Rmt (MB P-65). From the perusal of record entries of the item recorded at page-62&63 of the MB, it was observed that the length of 4 no. Main hole of 1.20m each constructed at RD 39.90,71.10,119.10,141.50 was excluded from the executed quantity of item P/L 150mm dia DI(spun)Pressure Pipe in trenches whereas vide item no.5 of Abstract of cost (MB P-65), 5no. Main hole at RD 39.90, 71.10, 98.10, 119.10, 141.50 were constructed. Thus

the length of 1no. Main hole of 1.20m constructed at RD 98.10 was not excluded from the executed quantity of item P/L 150mm dia DI (spun) Pressure Pipe in trenches. Due to this irregularity, the contractor was paid in excess to the tune of Rs2280 (1no.x1.20mxRs1900).

#### **15.2.8 Excess payment of ₹ 450 to the contractor for non deduction of quantity of weep holes from the executed quantity of RR masonry**

Name of Work: C/O CC Path from Railway track to Phagli Club via Kusht Colony-Phagli RD 0/200 to 0/260 W.N.10

Name of Contractor Sh.A.R.Butt

Voucher no. Voucher no. 2458dated 10.03.14=222386

MB no. MB no. 1764/454 P-95 to 100 (1<sup>st</sup> & final bill)

For the execution of total quantity 21.03cum of item no.5/5 of Abstract of cost 'RR masonry in F/P in CM 1:6', the contractor was paid Rs.55729 @Rs.2650cum (MB P-98). From the perusal of record entries of the item recorded at pages-95,96&97 of the MB, it was observed that no deduction of quantity of weep holes provided in R/wall was made from the executed quantity of RR masonry whereas vide item no.7/7 of Abstract of cost(MB P-99), payment of Rs. 2376 for total executed quantity of 21.60Rmt. @Rs110Rmt. was separately made to the contractor for providing weep holes of 4 inch or 100mm dia PVC pipe in R/wall. Due to this irregularity, the contractor was paid in excess to the extent of quantity of weep holes provided in the R/wall which works out to  $22/7 \times 0.05 \times 0.05 \times 21.60 = 0.17 \text{cum}$  & excess amount paid @Rs2650cum =Rs.450/-

#### **15.2.9 Excess payment of ₹ 0.03 lac to the contractor by approving/paying higher rate for execution of Extra item of work**

**Name of Work:**P/L 150mm dia sewer line from DF Housing Board Colony Strawberry Hills to Chauhan Niwas East View Chotta Shimla

**Name of Contractor:** Sh.Rohit Sharma

**Voucher no.**58 dated 31.03.14=107546 **MB no.:**2260/950P-31to39(2<sup>nd</sup> & final bill)

For the execution of Extra item no. E.I./9 of Abstract of cost (MB P-99)of work “RR/polygonal Rubal masonry (uncoursed/brought to course) with hard stone of approved quality in foundation & plinth including levelling with CC 1:6:12(20mm Aggr.) in CM 1:6”, the contractor was paid at higher rate approved by the authorities on the basis of Market Rate i.e.Rs.2680 per cum whereas the same is required to be approved/paid on the basis of overall premium of contract awarded under clause 12 of the Agreement i.e. Rs.2225 per cum worked out below. This irregularity resulted into excess payment of Rs.3208 to the contractor:-

Rate as per HPSR 2009 =Rs.2222.00 per cum

Add overall premium 0.14% above=3.11

Thus, Rate required to be paid= Rs.2225.11 say Rs.2225 per cum

Total executed Qty.	Rate approved /paid(Rs.)	Rate required to be paid (Rs.)	Difference in rates (Rs.)	Amount Excess paid(Rs.)
7.05cum	2680/-per cum	2225/-per cum	455/-per cum	3208

10 Excess payment of ₹ 174 to the contractor due calculation mistake in analysis/approving rate for execution of Extra item of work

Name of Work: Renovation of MC Rest House (SH: Providing flooring, wood work, painting, distempering and water supply & sanitary fitting etc. In W.N.1) Name of Contractor: Sh.A.R.Butt MB no.:2111/801P-35to97 (1<sup>st</sup> R/bill)

It has been observed that due to calculation mistake, the rate for execution of Extra item of work was analyse/approved Rs.3343 per sqm (Annexure'G') whereas it actually works out Rs.3336 per sqm. This irregularity resulted into excess payment of Rs.174 to the contractor as per detail given below:-

Name of Extra/ Substituted item of work	Total executed Qty.	Rate approved /paid(Rs.)	Rate required to be paid(Rs.)	Difference in rates (Rs.)	Amount Excess paid(Rs.)
31/10 E.I. Abst. (MB P-94) P/F Pannelled glazed or panelled & glass with laminated with side Board 12mm thick 35mm thick for door &window	24.88sqm	3343 per sqm	3336 per sqm	7/-per sqm	174

The Corporation was asked to justify the irregularities vide Audit Requisition Nos. 65/2016, 84/2016 & 90/2016 dated 12.2.16 19.2.16 & 20.2.16 but no reply/justification was submitted till conclusion of audit. Hence the irregularities may either be justified or necessary action be taken in the matter besides ensuring recovery of irregular payments under intimation to the Audit.

## 16. Other Expenditure

## 16.1 Non-imposition of penalty of ₹ 0.47 lac on M/S Sulabh International Social Service Organization, Chandigarh.

Municipal Corporation, Shimla (1<sup>st</sup> Party) had entered an agreement with M/S Sulabh International Social Service Organization, Chandigarh Branch (2<sup>nd</sup> Party) on dated 26<sup>th</sup> May, 2011 initially for 3 years w.e.f. 1<sup>st</sup> June,2011 to 31<sup>st</sup> May, 2014. This agreement provides that M/S Sulabh International shall operate and maintain (102) public toilets within Shimla town in order to improve sanitary condition of latrines, urinals, baths, etc. with highest bid of Rs. 2,11,111only as royalty amount to be paid to the MC Shimla annually and thereafter 10% increase every year till the completion of agreement. Further, the 2<sup>nd</sup> party shall deposit 25% of the royalty amount in advance in each quarter with the 1<sup>st</sup> party by 10<sup>th</sup> of 1<sup>st</sup> month of quarter. In case of delayed deposit, the 1<sup>st</sup> party shall be entitled to impose per day penalty of Rs. 1,000/- till the entire amount is not paid by the 2<sup>nd</sup> party.

During test audit, it was observed that MC Shimla has not imposed any penalty on 2<sup>nd</sup> party for delay in deposit of 25% (quarterly) royalty amount with MC in the following cases during the year 2013-14:-

Sr. No	Quarter	Royalty amount & due date of receipt	Actual date of receipt	Receipt No.	Delay in days	Per day penalty (Rs.)	Penalty amount not imposed by MC(Rs.)
1	8 <sup>th</sup> Quarter (1.3.13 to 31.5.13)	Rs.58057 10.3.2013	23.3.13	355196	13	1000	13000 (1000x13)
2	9 <sup>th</sup> Quarter	Rs.63861	21.6.13	380495	11	1000	11000



	(1.6.13 to 31.8.13)	10.6.2013					(1000x11)
3	10 <sup>th</sup> Quarter (1.9.13 to 30.11.13)	Rs.63861 10.9.2013	18.9.2013	396305	8	1000	8000 (1000x8)
4	11 <sup>th</sup> Quarter (1.12.13 to 28.2.14)	Rs.63861 10.12.2013	20.12.13	411870	10	1000	10000 (1000x10)
5	12 <sup>th</sup> Quarter (1.3.14 to 31.5.14)	Rs.63861 10.3.2014	15.3.14	419200	5	1000	5000 (1000x5)
<b>Total</b>							<b>47000</b>

The Corporation was asked to justify the irregularity vide Audit Requisition No. 29/2016, dated 20.1.2016 but no reply/justification was submitted till conclusion of audit. Hence non-imposition of said penalty of Rs. 47000 on M/S Sulabh International Social Service Organization, Chandigarh Branch may either be justified or the needful be done as per agreement clause now under intimation to the Audit.

## 16.2 Irregular payment of retainer-ship fee to the Standing Counsel amounting to ₹ 1.76 lac.

The worthy Chief Secretary to the Government of Himachal Pradesh vide its D.O.No LLR-E(9)1/2009 dated 9-4-2009 ordered that in future no Advocate shall be engaged by any Department/Statutory Body without the prior approval of the Law Department. The M.C. authority had engaged Standing Counsel for

contesting the court cases of the Corporation from time to time. But in the following cases, the prior approval of the Law Department for engaging the Advocates was not shown to audit & thus it appears that an irregular payment of Rs.1,76,322 was made to the following Standing Counsels during the year 2013-14:-

Sr. No	Name of the Advocate	Rate of Retainership fee p.m. (Rs.)	Period	Total amount paid (Rs.)
1	Sh. B.R. Verma	4000	4/13 to 3/14	48000
2	Sh. Pawan Kaprate	3000	4/13 to 3/14	36000
3	Sh. Vijay Arora	3000	4/13 to 3/14	36000
4	Sh. Sandeep Dutta	3000	4/13 to 3/14	36000
5	Sh. Lakshay Thakur	3000	4/13 to 6/13	6774
6	Sh.H.S. Upadhayay	3000	4/13 to 6/13	6774
7	Miss Rita Thakur	3000	4/13 to 6/13	6774
<b>Total</b>				<b>176322</b>

The Corporation was asked to justify the irregularity vide Audit Requisition No. 86/2016, dated 19.2.2016 but no reply/justification was submitted till conclusion of audit. Therefore the irregularity may be justified & got regularized from the competent Authority under intimation to the Audit.

**16.3 Irregular reimbursement of Mobile Phone bills amounting to ₹ 1.19 lac to various categories of employees in contravention to the instructions of the Government.**

During the course of audit, it was observed that Municipal Corporation reimbursed the mobile phone bills amounting to Rs.1,19,348

as detailed below at higher rates than the rates approved by the Government vis-a-vis also to such categories of employees who were otherwise not entitled for such reimbursement as per orders of the Government issued vide letter No. Fin.I-(c)-14-1/92 dated 25-8-2010. Thus violation of said Govt. orders/instructions, extra financial burden has been put on the MC exchequer:-

Sr. No.	Designation of the Officers/ officials	Mobile No.	Period	Payment Register Page	Amount reimbursed (Rs.)
1	PS to Mayor	0177-2812176 (LL)	1.1.13 to 30.4.13	26	1400
			1.4.12 to 1.12.12	26	3150
			7/13 to 10/13	26	1400
			11/13 to 2/14	26	1400
2	JE Mechanical	94590-38287	1.2.13 to 30.9.13	28	4000
			1.11.13 to 31.12.13	28	1000
			1.1.14 to 28.2.14	28	1000
3	Range Officer	Not mentioned in the payment register	7.3.13 to 6.6.13	28	900
4	VPHO	94180-44545	7.3.13 to 6.3.14	29	5500
5	Sanitary Inspector	94180-29908	7.2.13 to 6.1.14	30	5443
6	Sanitary Inspector	94180-90195	7.2.13 to 6.1.14	30	5457
7	Sanitary	94180-14593	7.2.13 to	30	5487

	<b>Inspector</b>		<b>6.1.14</b>		
<b>8</b>	<b>Sanitary Inspector</b>	<b>94180-78242</b>	<b>7.2.13 to 6.1.14</b>	<b>30</b>	<b>4250</b>
<b>9</b>	<b>Sanitary Inspector</b>	<b>80911-67000</b>	<b>22.1.13 to 21.12.13</b>	<b>31</b>	<b>4387</b>
<b>10</b>	<b>Sanitary Inspector</b>	<b>94180-38021</b>	<b>7.2.13.to 6.1.14</b>	<b>31</b>	<b>5404</b>
<b>11</b>	<b>Law Officer</b>	<b>94184-81400</b>	<b>7.3.13 to 6.3.14</b>	<b>32</b>	<b>5627</b>
<b>12</b>	<b>Account Officer</b>	<b>86270-00686</b>	<b>2/13 to 1/14</b>	<b>33</b>	<b>6000</b>
<b>13</b>	<b>M.C. Engineer</b>	<b>94181-03770</b>	<b>7.3.13 to 6.2.14</b>	<b>34</b>	<b>4336</b>
<b>14</b>	<b>A.E. I (WS)</b>	<b>94184-74747</b>	<b>7.3.13 to 6.2.14</b>	<b>35</b>	<b>5127</b>
<b>15</b>	<b>A.E. II (WS)</b>	<b>94184-89158</b>	<b>7.3.13 to 6.2.14</b>	<b>35</b>	<b>3842</b>
<b>16</b>	<b>J.E. Elect.(R&amp;B)</b>	<b>94184-86558</b>	<b>7.3.13 to 6.7.13</b>	<b>38</b>	<b>1938</b>
<b>17</b>	<b>Secretary Tax</b>	<b>94186-58277</b>	<b>1.2.13. to 31.1.14</b>	<b>39</b>	<b>6000</b>
<b>18</b>	<b>Dutt Ram AE</b>	<b>Not mentioned in the payment register</b>	<b>1.1.13 to 31.3.14</b>	<b>39</b>	<b>4500</b>
<b>19</b>	<b>P.D. Kashyap JE</b>	<b>--do--</b>	<b>1.1.13 to 31.3.14</b>	<b>39</b>	<b>4500</b>
<b>20</b>	<b>Gopal Krishan JE</b>	<b>--do--</b>	<b>1.1.13 to 30.6.13</b>	<b>39</b>	<b>1800</b>
<b>21</b>	<b>Rajesh Kumar JE</b>	<b>--do--</b>	<b>1.1.13 to 31.3.14</b>	<b>39</b>	<b>4500</b>
<b>22</b>	<b>Dinesh Kumar JE</b>	<b>--do--</b>	<b>1.1.13 to 31.3.14</b>	<b>39</b>	<b>4500</b>

23	Nirbhay Thakur JE	--do--	1.1.13 to 30.6.14	39	1800
24	Parveen Jinta JE	--do--	1.1.13 to 31.3.14	39	4500
25	Ashok Negi JE	--do--	1.1.13 to 30.4.13	39	1200
26	Sanjeev Dharma JE	--do--	1.1.13 to 31.3.14	39	4500
27	Jagdish Chand AE	--do--	1.5.13 to 30.6.13	39	600
28	Desh raj	--do--	1.9.13 to 31.12.13	39	1200
29	Kamlesh Sain	--do--	1.9.13 to 31.3.14	39	2100
30	B.K.Sharma	--do--	1.9.13 to 1.10.13	39	600
<b>Total</b>					<b>119348</b>

The Corporation was asked to justify the irregularity vide Audit Requisition No. 88/2016, dated 20.2.2016 but no reply/justification was submitted till conclusion of audit. Hence irregular payment of said amount may either be justified & got regularized from the competent Authority or amount be recovered from the concerned officers/officials under intimation to the Audit.

#### **16.4 Irregular payment of ₹ 27.37 lac made to the SHEB Society Shimla.**

The Shimla Environment Heritage Conservation and Society (SHEB) formed in January, 2009 and registered under H.P. Societies Registration Act, 2006(No.25 of 2006 the 12<sup>th</sup> day of February, 2009). The main objective/function of the said society was collection, lifting and disposal of garbage from household and other establishment located

within territorial jurisdiction of M.C. Shimla the clause 11(vi) of the said act of the society stipulates that all expenses incurred in carrying out the objectives of the society shall be borne by the society itself.

As per information supplied by the Corporation Health Officer in response to audit requisition 28/2016, dated 20.1.2016 vide Annexure'H' that during the financial year 2013-14, M.C. paid Rs.27,37,724 to the SEHB Society on account of POL Charges(Diesel) for transporting of garbage to the dumping site. Since as per above said provisions such expenses were to be borne by the Society from their own sources, therefore, the amount of Rs.27,37,724 paid to them was irregular which may either be justified or got recovered/adjusted from the SEHB Society at the earliest under intimation to audit.

## **17.Store/Stock**

### **(1)Suspected misappropriation of stock of ₹ 5.61 Lac**

(i) During the course of Audit of store stock A/c of cement, steel, bitumen and fuel wood, it was observed that in the following cases cement & bitumen issued from central store to the JE of the concerned ward/area was not found accounted for in the respective MAS/stock ledger due to which it is doubted that the said material issued having the value of Rs. 5,41,200 at issue rate as per detail given below seems to have been misappropriated:-

<b>Indent/Challan No.&amp;date</b>	<b>Quantity issued</b>	<b>Central store register page no.</b>	<b>Particulars to whom issued</b>	<b>Page no. respected MAS/stock ledger</b>	<b>issue rate (Rs. per bag/drum)</b>	<b>Amount (Rs.)</b>
<b>(A)Cement</b>						

0000415/06.04.13	20 bag	5	JE Dhalli	59	240	4800
0124198/06.04.13						
0000299/02.01.14	35 bag	22	JE Chhota	4	240	8400
0124109/02.01.14			Shimla			
0000808/11.09.13	25 bag	15	JE Subzi	42	240	6000
0044309/11.09.13			Mandi			
0000721/20.06.13	50 bag	10	JE	109	240	12000
0124198/03.02.14			Boileuganj			
<b>(B) Bitumen</b>						
0000148/09.05.13	15 Drum	101	JE Chhota	40	8500	12750
0044082/09.05.13			Shimla			0
0000261/25.05.13	20 Drum	102	JE Chhota	40	8500	17000
0044125/25.05.13			Shimla			0
0000292/26.10.13	20 Drum	103	JE Chhota	40	8500	17000
0044456/26.10.13			Shimla			0
0000721/20.06.13	5 Drum	102	JE	62	8500	42500
0044196/20.06.13			Boileuganj			
<b>Total</b>						<b>541200</b>

(ii) In the following cases the, balance of stock in the MAS/stock ledger of the JE of concerned ward/area were found less accounted for and thus quantity of stock having the value of Rs.19265 at issue rate as per detail given below seems to have been misappropriated:-

Particulars of MAS/ stock ledger	month	balance taken	balance should be	short balance	issue rate (Rs.)	Amount (Rs.)	Remarks
<b>(a)Bitumen</b>							
Ward no.13/ Page no.-16	8/13	6.00 drum	6.08 drum	0.08 drum	8500	680	
Sangti,Banmore	12/13	26.00	26.01	0.01	8500	85	

(15)/Page no.148		drum	drum	drum			
Ward no.1,2&3/ Page no.-11	5/14	5.00 drum	5.20 drum	0.20 drum	8500	1700	
(b)Cement							
Sabzi Mandi(V)/ Page no.42	11/13	10bag	20bag	10bag	240	2400	vide indent no.823 dated16.11.1 3, 20nos. cement bags were issued from central store (Page- 18&20) vide challan no.0044495 dt.19.11.13 & challan no.0124042 dt.27.11.13 but accounted for in MAS only 10 bags
Sabzi Mandi(V)/ Page no. 61	2/14	52	27	25	240	6000	Closing balance of 25 cement bags in 2/14 Page-43 of MAS not carried forward to page no.61.hence qty. Not accounted for in Closing balance as on 28.02.14.



Boileuganj ward/ Page no.110&111	3/14	80	115	35	240	8400	In 11/13, 20nos. cement bags were shown received back from Sh. Jagdish Chand, Contr actor vide MB no. 2173/863 Page-41 but the quantity not Accounted for in balance in MAS/stock register Page-110.
Total						19265	

The Corporation was asked to justify the irregularity vide Audit Requisition No. 36/2016, dated 23.1.2016 but no reply/justification was submitted till conclusion of audit. Therefore irregularities may either be justified or after proper investigation/enquiry at MC level necessary action as warranted under relevant rules be taken to make good the loss under intimation to the Audit.

**(2)Blockade of fund due to unplanned purchase of store/stock items ₹ 9.64 lacs**

Rule 15.19 of HPFR, 1971 Vol.-I provides that the balances of stores should not be held in excess of the requirements of reasonable period or in excess of any prescribed maximum limit. In order to ensure

the observance of this rule, a periodical inspection should be made by a responsible Government servant, who must submit a report of surplus, unserviceable and obsolete stores to the authority competent to issue orders for their disposal.

During test Audit of store/stock Register (No.16) pertaining to Water Supply & Sanitary Department, it was noticed that following items of store/stock amounting to Rs. 964003 were purchased prior to the month shown in column No. 2 of the table given below which were lying unutilized/ unconsumed till the date of present audit (Jan. 2016), i.e., for more than three and half years. This clearly showed that these stock items were held in excess of requirements of reasonable period without necessity which leads to unnecessarily blockade of MC Shimla funds due to unplanned purchases of store/stock items. Such store may become obsolete or deteriorate with the passage of time and possibilities of its pilferage or misappropriation cannot be ruled out. Moreover if this amount remained deposited/invested in bank savings A/C or fixed deposits, the MC would have earned interest out of it or else it could be better utilized for other developmental works:-

Sr. No	Month of carryover to new Stock register no. 16	Name of Item	Stock Register page	Quantity	Rate per unit Rs.	Amount Rs.
1	8/12	Stop Cock 1"	3	9 No.	269	2421.00
2	8/12	Stall Urinal	20	1 No.	806	806.00
3	8/12	12" Sluice Valve	30	5 No.	10465	52325.00
4	8/12	8" CI Flanged & SocketTail Piece	33	10 No.	683	6830.00

5	8/12	4" CI Tail Piece	34	66 No.	250	16500.00
6	8/12	5" Sluice Valve	35	40 No.	2703	108120.00
7	8/12	18" CI Pipe (450mm)	36	31.72 Rmt	5596	177505.12
8	8/12	1" Rubber Pipe	38	337.20 Rmt	27	9104.40
9	8/12	5" Leather Cap for ball valve	59	120 No.	12	1440.00
10	8/12	¾" Grease Packing Cotton	65	110.50 Kg	67	7403.50
11	8/12	½" Grease Packing Cotton	68	46.50 Kg	67	3115.50
12	8/12	1" Grease Packing Cotton	69	55.50 Kg	67	3718.50
13	8/12	MSF Indication Plate	71	100 No.	247	24700.00
14	8/12	Ceiling Wire	98	9 Kg	155	1395.00
15	8/12	Copper Ceiling Wire	99	7 Kg	265	1855.00
16	8/12	Lead Seal	100	7 Kg	188	1316.00
17	8/12	8" CI Collar	107	44 No.	1012	44528.00
18	8/12	12" CI Collar	108	27 No.	1796	48492.00
19	8/12	14" CI Collar	109	14 No.	600	8400.00
20	8/12	16" CI Collar	110	10 No.	949	9490.00
21	8/12	9"CI Spilt Collar	111	4 No.	350	1400.00
22	8/12	10"CI Spilt Collar	112	3 No.	300	900.00
23	8/12	4" DI Collar (Medium)	118	20 No.	731	14620.00
24	8/12	6" DI Collar	119	12 No.	1101	13212.00

25	8/12	2.6"CITail Piece	121	31 No.	650	20150.00
26	8/12	14" DI D/S Bend(45Degree)	123	2 No.	12288	24576.00
27	8/12	14" DI D/S Bend(90Degree)	124	2 No.	16512	33024.00
28	8/12	16" DI Socket Bend	125	2 No.	11136	22272.00
29	8/12	16"DI D/S Bend	126	2 No.	12672	25344.00
30	8/12	16" DI D/S Bend(45Degree)	127	2 No.	15360	30720.00
31	8/12	16" DI D/S Bend(90Degree)	128	2 No.	21312	42624.00
32	8/12	18" DI D/S Bend	129	2 No.	14208	28416.00
33	8/12	18"DI D/S Bend	130	2 No.	16320	32640.00
34	8/12	18" DI D/S Bend(45Degree)	131	2 No.	20392	40784.00
35	8/12	18" DI D/S Bend(90Degree)	132	2 No.	28032	56064.00
36	8/12	18" MJ Collar Set	138	4 No.	11948	47792.00
Total						964003.02

The Corporation was asked to justify the irregularity vide Audit Requisition No. 21/2016, dated 19.1.2016 but no reply/justification was submitted till conclusion of audit. Hence the purchases made in excess of requirement in contravention to the above said rule may either be justified or after physical verification of said store/stock its proper utilization be ensured besides adhering to the purchase rules strictly in future and compliance may be intimated to the Audit.

## 18.Log Books

### 18.1 Non-recovery of excess consumption of fuel to the tune of ₹ 3.15 Lac

As per instructions issued by the Finance Department Government of Himachal Pradesh vide letter No. Fin.-I-(C) 14-1/92-Voll dated 27.05.2006, the ceiling of petrol was fixed 70 liters per month per vehicle per officer for state Headquarter, Shimla. From the perusal of the Log Books of the vehicles, it was observed that the above instructions have not been adhered to in letter & spirit by the Officer/Official of M.C. Shimla which resulted consumption of excess fuel than the prescribed limit having financial implications of amounting to Rs.3,14,783 as per detail given below. The recovery of this amount is required to be made but the same was not affected from the concerned officers/officials:-

Sr. No.	Vehicle No.	Month	Fuel consumed for local journey(Ltr.)	Fuel admissible for local journey(Ltr.)	Excess Consumed (Ltr.)	Rate per litre (Rs.)	Total recovery (Rs.)
1	HP-07A-0880	Apr-13	141	70	71	70.82	5028
		May-13	156	70	86	66.45	5715
		Jun-13	161.5	70	91.5	69.88	6394
		Jul-13	104	70	34	74.28	2526
		Aug-13	159	70	89	75.15	6688
		Sep-13	111	70	41	80.14	3286
		Nov-13	83	70	13	74.87	973
		Dec-13	116	70	46	75.36	3467

		Jan-14	98	70	28	76.34	2138
		Feb-14	93	70	23	76.15	1751
2	HP-07A-0781	Apr-13	76.5	70	6.5	70.82	460
		Nov-13	72	70	2	74.87	150
3	HP-07A-0660	Apr-13	179	70	109	70.82	7719
		May-13	190	70	120	66.45	7974
		Jun-13	136	70	66	69.88	4612
		Jul-13	230	70	160	74.28	11885
		Aug-13	224	70	154	75.15	11573
		Sep-13	263	70	193	80.14	15467
		Oct-13	213	70	143	72.08	10307
		Nov-13	215	70	145	74.87	10856
		Dec-13	179	70	109	75.36	8214
		Jan-14	127	70	57	76.34	4351
		Feb-14	123	70	53	76.15	4036
		Mar-14	174	70	104	77.14	8023
4	HP-07B-0207	Apr-13	111	70	41	70.82	2904
		May-13	98	70	28	66.45	1861
		Jun-13	113	70	43	69.88	3005
		Jul-13	86	70	16	74.28	1188
		Sep-13	103	70	33	80.14	2645
		Oct-13	75	70	5	72.08	360
		Dec-13	77	70	7	75.36	528
		Feb-14	72	70	2	76.15	152
		Mar-14	74	70	4	77.14	309
5	HP-07A-0783	Apr-13	101	70	31	70.82	2195
		May-13	97	70	27	66.45	1794
		Jun-13	122	70	52	69.88	3634
		Jul-13	119	70	49	74.28	3640
		Aug-13	97	70	27	75.15	2029
		Sep-13	81	70	11	80.14	882
		Oct-13	72	70	2	72.08	144

		Nov-13	96	70	26	74.87	1947
6	HP-07B-744	May-13	189	70	119	49.74	5919
		Jun-13	88	70	18	50.37	907
		Aug-13	258	70	188	51.48	9678
7	HP-07C-1063	Jan-14	192	70	122	53.85	6570
		Feb-14	181	70	111	54.31	6028
8	HP-07B-0396	Apr-13	105	70	35	70.82	2479
		May-13	120	70	50	66.45	3323
		Jun-13	111	70	41	69.88	2865
		Jul-13	100	70	30	74.28	2228
		Aug-13	122	70	52	75.15	3908
		Sep-13	158	70	88	80.14	7052
		Oct-13	99	70	29	72.08	2090
		Nov-13	125	70	55	74.87	4118
		Dec-13	161	70	91	75.36	6858
		Jan-14	141	70	71	76.34	5420
		Feb-14	134	70	64	76.15	4874
		Mar-14	148	70	78	77.14	6017
9	HP-07B-0702	Sep-13	72	70	2	80.14	160
		Dec-13	78	70	8	75.36	603
		Jan-14	75	70	5	76.34	382
10	HP-07A-0784	Apr-13	99	70	29	70.82	2054
		May-13	85	70	15	66.45	997
		Jun-13	70.5	70	0.5	69.88	35
		Jul-13	76.5	70	6.5	74.28	483
		Aug-13	74	70	4	75.15	301
		Oct-13	84.5	70	14.5	72.08	1045
		Feb-14	71.5	70	1.5	76.15	114
		Mar-14	81	70	11	77.14	849
11	HP-07A-0744	Apr-13	112	70	42	48.2	2024
		May-13	150	70	80	49.74	3979
		Jun-13	152	70	82	50.37	4130

	Jul-13	183	70	113	50.92	5754
	Aug-13	150	70	80	51.48	4118
	Sep-13	241	70	171	52.03	8897
	Oct-13	158	70	88	52.64	4632
	Nov-13	245	70	175	52.64	9212
	Dec-13	134	70	64	53.85	3446
	Jan-14	173.5	70	103.5	53.85	5573
	Feb-14	122.5	70	52.5	54.31	2851
<b>Total</b>						<b>314783</b>

## 18.2 Excess Consumption of Diesel/Petrol amounting to ₹0.14 lac

The Municipal Corporation, Shimla had fixed the mileage (KM per ltr.) as per list/detail of vehicles supplied to audit. From the perusal of the Log Books of respective vehicles, it was observed that the mileage actually maintained by the Drivers was less than fixed by the Authority. Thus the Corporation sustained loss to ₹ 14293 as per detail given below. The recovery of this amount is required to be made but the same has not been affected from the concerned officials:-

Sr. No	Vehicle No./Make	Period	Total KM covered during the year	Mileage fixed by the authority	Consumption of fuel as per fixed mileage (in ltr.)	Actual Consumption (in ltr.)	Excess consumption (in ltr.)	Rate per ltr./km (Rs.)	Excess expenditure (Rs.)
1	HP-07A-880 Gypsy	1.4.13 to 31.3.14	10728	8.50 KM/Ltr Petrol	1262.11	1295.5	33.39	76.9	2568
2	HP-07A-0781 Alto Std.	1.4.13 to 31.3.14	9610	13.22 KM/Ltr Petrol	726.93	734.5	7.57	76.9	582



3	HP-07A-0660 Gypsy	1.4.13 to 31.3.14	18610	8.50 KM/Ltr Petrol	2189.41	2253	63.59	76.9	4890
4	HP-07B-0744 Bolero Lx	1.5.13 to 31.8.13	4221	8.50 KM/Ltr Diesel	496.59	535	38.41	54.3 1	2086
5	HP-07C-1063 BoleroCampe r	1.1.201 4 to 28.2.14	2717	8 KM/Ltr Diesel	339.62	373	33.38	55.0 2	1837
6	HP-07A-0744 Bolero Lx	1.4.13 to 28.2.14	15832	8.50 KM/Ltr Diesel	1862.59	1905.5	42.91	54.3 1	2330
<b>Total</b>									<b>14293</b>

### 18.3 Loss of ₹ 0.01 lac due to excess consumption of diesel.

While checking the log book of vehicle No. HP-07B-0735 (Dumper Placer) for the month of 3/2014, it was observed that the consumption of diesel was shown excess due to wrong calculation of mileage covered, meter reading etc. as per detail given below which resulted into loss of Rs.1,426:-

Sr. No.	Date	Diesel shown consumed (Litre)	Diesel actually to be consumed (Litre)	Excess consumed (Litre)	Rate per litre Rs.	Loss Rs.	Remarks
1	5.3.14	54	47	7	54.86	384	Totaling mistake of mileage covered
2	10.3.14	46	44	2	54.86	110	-do-

3	28.3.14	12	0	12	54.86	658	Totaling mistake in meter reading
4	29.3.14	67	62	5	54.86	274	Totaling mistake of mileage covered
Total						1426	

The Corporation was asked to justify the irregularity vide Audit Requisition No. 85/2016, 87/2016 & 35/2016 dated 19.2.2016 & 23.1.2016 but no reply/justification was submitted till conclusion of audit. Hence irregularity of non-recovery of above amount as per instructions ibid may either be justified or needful may be done now besides taking action in other such similarly situated cases which may be scrutinized by the Corporation at its own level under intimation to audit.

## 19. Physical Verification of Stores

Rule 140 of H.P. Financial Rules, 2009 provide that a physical verification of all store should be made at least once in every year under rule prescribed by the Head of the Department. Further rule 141 provide that verification must be made in the presence of government servant responsible for the custody of the inventory. Audit asked to put up the physical verification report of the stores for the year 2013-14 vide Audit requisition No. 174/2015, dated 16.12.2015 but same, except General Administration Branch, was not put up to audit till the completion of the audit which may be shown during next audit. Therefore

irregularity may either justified or needful be done now besides adhering to the provision of said rules strictly in future and compliance may be intimated to the Audit.

## **20. Non Production of record**

The following record was not put up to audit in spite of several verbal & written requests through audit requisition which may be ensured to be put up at the time of next audit:-

<b>Sr.No.</b>	<b>Requisition No. &amp; Date</b>	<b>Particulars of record</b>
<b>1</b>	<b>165/2015, 30.11.2015 &amp; 174/2015, 16.12.2015</b>	<b>List of unserviceable articles as on 31.3.14</b>
<b>2</b>	<b>174/2015, 16.12.2015</b>	<b>(i)Cases of theft, defalcation, embezzlement, losses, misappropriation during 2013-14 (ii) Court cases decided during 213-14</b>
<b>3</b>	<b>18/2016, 18.1.2016</b>	<b>Joint declaration of spouses and certificates of dependent family members from employees</b>
<b>4</b>	<b>30/2016, 20.1.2016</b>	<b>Settlement of old outstanding audit paras</b>
<b>5</b>	<b>31/2016, 21.1.2016</b>	<b>LTC claims paid during 2013-14</b>
<b>6</b>	<b>32/2016, 21.1.2016</b>	<b>Outstanding balances of liquor &amp; electricity cess</b>
<b>7</b>	<b>34/2016, 21.1.2016</b>	<b>Establishment expenditure incurred out of 3<sup>rd</sup>/4<sup>th</sup> SFC and 13<sup>th</sup> FC during 2013-14</b>
<b>8</b>	<b>46/2016, 2.2.2016</b>	<b>List of mobile communication towers in MC along with sharing of such towers by other mobile companies</b>
<b>9</b>	<b>43/2016, 29.2.2016</b>	<b>List of parking auctioned/un-auctioned during 2013-14 &amp; Total lease holders of shops/stalls and renewal/non-renewal of lease agreements</b>

		during 2013-14
10	36/2016, 23.1.2016	Indent no.0000483 dated 25.03.14=50 cement bag

## 21. Minor Objection Statement

The minor objection statement is not issued separately but the entire minor objections found during audit & inspection was settled.

## 22. Conclusion

The maintenance of accounts and keeping of the record was not up to the mark which needs improvement. Besides special drive to settle long pending outstanding Audit paras/ Requisitions & the suggestions given in this audit report needs to be implemented in order to improve the financial health of the Municipal Corporation.

Sd/-

Director cum Examiner,  
Local Audit Department, H.P.  
Kasumpti, Shimla-171009

**Annexure... 'A' .....**

**Referred to Para...1(d).....**

अंकेक्षण प्रतिवेदन अवधि वर्ष 1978-79

अनिर्णीत अंकेक्षण अधियाचनाएं										योग
2	3	4	5	6	7	8	9	10	11	
12	13	15	16	17	18	19	20	21	22	
23	24	25	27	28	29	30	32	33	34	
35	36	37	38	39	40	41	44	45	46	
47	48	49	50	51	52	53	54	55	56	
57	58	59	60	61	63	64	65	66	67	
68	69	70	71	72	73	74	75	76	-77	
78	79	82	84	86	87	88	89	90	91	
92	93	94	95	96	97	98	99	100	101	
102	103	104	105	106	107	108	109	110	112	
113	114	115	116	117	118	119	120	121	122	
123	125	126	127	128	129	130	131	132	133	

134	135	136	137	138	139	142	143	144	145	
146	147	149	150	151	152	153	156	157	158	
159	160	161	162	163	164	165	166	167	168	
169	171	172	173	174	175	176	177	178	179	
180	181	182	183	184	185	186	187	188	189	
190	191	192	193	194	195	196	197	198	200	
201	202	203	204	206	207	208	209	210	211	
212	213	214	215	216	217	218	219	220	221	
222	223	224	225	226	227	228	229	230	231	
233	234	235	236	238	239	240	241	242	243	
244	245	246	247	249	255	256	257	258	259	
260	261	262	263	264	265	266	267	269	270	
271									योग	241

अनिर्णीत अंकक्षण अधियाचनाएं										योग
1	2	3	4	5	6	7	8	10	11	
12	13	15	17	18	19	20	22	23	26	
27	28	29	30	31	33	34	35	36	38	
39	41	42	43	45	46	47	48	49	50	
51	52	53	54	55	56	60	61	63	67	
69	70	71	72	73	74	75	76	77	79	
80	81	82	83	84	86	87	88	91	92	
93	95	96	97	98	99	100	101	103	14	
104	105	107	108	109	110	11	112	113	114	

115	116	120	121	122	123	124	125	126	127	
128	129	130	132	133	134	135	136	137	138	
139	140	144	145	146	147	149	150	151	152	
153	154	155	156	157	158	159	160	161	163	
164	165	166	167	168	169	170	171	172	173	
174	176	177	178	179	180	181	182	183	184	
185	186	188	189	190	191	192	193	194	195	
196	198	199	200	201	202	203	204	205	206	
207	208	209	210	213	214	215	217	218	219	
220	221	222	223	224	226	227	228	229	230	
231	232	233	234	235	236	237	238	239	240	
242	243	244	245	246	247	248	249	250	<b>131</b>	
									<b>योग</b>	<b>210</b>

अंकेक्षण प्रतिवेदन अवधि वर्ष 1979-80

अंकेक्षण प्रतिवेदन अवधि वर्ष 1980-81

अनिर्णीत अंकेक्षण अधियाचनाएं										योग
1	2	3	5	6	7	8	9	10	11	
12	13	14	15	16	17	18	19	20	21	
22	23	24	25	26	27	28	29	32	33	
35	36	37	38	39	41	42	43	44	45	
46	47	48	49	50-	52	53	54	55	56	
57	58	59	60	61	62	63	64	65	66	
68	69	70	72	73	74	75	79	82	83	

84	85	86	87	88	89	90	93	94	95	
97	99	100	101	102	103	104	105	106	107	
108	109	110	111	112	113	114	115	117	118	
119	120	121	122	123	124	125	127	128	129	
130	131	132	133	134	135	136	137	138	139	
140	141	142	143	144	145	146	147	148	149	
150	151	152	153	154	155	156	157	158	159	
160	161	162	163	164	165	166	167	168	172	
173	174	176	177	178	179	180	181	182	183	
184	185	186	188	189	190	191	192	193	194	
195	196	197	198	199	200	201	202	203	204	
									योग	180
अनिर्णीत अंकेक्षण पैरे										योग
1सी	1डी	1ई	1एफ	1जी	1	15	16	18	29	
30	31	32	36						योग	14

**अंकेक्षण प्रतिवेदन अवधि वर्ष 1981-82**

अनिर्णीत अंकेक्षण अधियाचनाएं										योग
1	2	3	4	5	6	7	8	9	10	
11	12	13	14	15	16	17	18	19	20	
21	22	23	24	25	27	30	31	32	33	
34	35	36	37	38	39	40	41	42	43	
44	45	46	47	48	49	50	51	52	54	
55	56	58	59	60	61	62	63	64	65	



67	68	69	71	72	73	75	76	77	79	
80	81	83	84	85	87	88	89	90	91	
92	93	94	95	97	98	99	101	102	103	
104	105	106	107	109	110	111	112	113	114	
115	116	117	118	119	120	121	122	123	124	
125	126	127	128	129	130	131	132	133	134	
135	136	137	138	139	140	141	142	144	145	
146	147	148	149	150	151	152	153	154	155	
156									योग	141
अनिर्णीत अंकेक्षण पैरे										
4	10	11	12	14	15	16	17	18	19	
21	22	23	24	25	26	27	28	29	30	
31	32	33							योग	23

**अंकेक्षण प्रतिवेदन अवधि वर्ष 1982-83**

अनिर्णीत अंकेक्षण अधियाचनाएं										योग
1	2	3	4	5	6	7	8	9	10	
11	12	13	14	15	16	17	18	19	20	
21	22	23	25	26	27	28	29	30	31	
32	33	34	35	36	37	38	39	40	41	
42	43	44	45	46	47	48	49	51	52	
53	54	55	56	57	58	59	60	61	62	
63	64	65	66	67	68	69	70	71	72	

73	74	75	76	77	78	79	80	81	82	
83	84	85	86	87	88	89	90	91	92	
93	94	95	96	97	98	99	100	101	102	
103	104	105	106	107	108	109	110	111	112	
113	114	115	183	117	118	119	120	121	122	
123	124	125	126	127	128	129	130	131	132	
133	134	135	136	137	138	139	140	141	142	
143	144	145	146	147	148	149	150	151	152	
153	154	155	156	157	158	159	160	161	162	
163	164	165	166	167	168	169	170	171	172	
173	174	175	176	177	178	179	180	181	182	
184	185	186	187	188	189	190	191	192	193	
194	195	196	197	198	199	200	201	202	203	
204	205	206	207	208	209	210	211	212	213	
214	215	216	217	218	219	220	221		योग	218
अनिर्णीत अंकेक्षण पैरे										
12(ए) से(जी)	13(1)	13(2से 4)	14	15	17(1से 3)	18	19	20	21	
22	23	24	26	27	28	29	30	31	32	
33	34	35	36	37	38	39			योग	27

**अंकेक्षण प्रतिवेदन अवधि वर्ष 1983-84**

अनिर्णीत अंकेक्षण अधियाचनाएं										योग
1	2	3	4	6	7	8	9	10	11	
12	14	15	16	17	18	19	20	21	22	

23	24	25	26	27	28	29	30	31	32	
33	34	35	36	37	38	39	40	41	42	
43	44	45	46	47	48	49	52	53	54	
55	56	57	58	59	60	61	62	63	65	
66	67	68	69	70	71	72	73	74	75	
76	77	78	79	82	83	84	85	86	87	
88	89	90	91	92	93	94	95	96	97	
98	99	100	101	102	103	104	105	106	107	
108	109	110	111	112	113	114	115	116	117	
									योग	110
अनिर्णीत अंकेक्षण पैरे										
5	7	10	11	12	13(ए) (बी)	14	17	18		
									योग	9

**अंकेक्षण प्रतिवेदन अवधि वर्ष 1984-85**

अनिर्णीत अंकेक्षण अधियाचनाएं										योग
1	2	3	8	9	10	11	12	14	17	
18	19	20	21	22	23	25	26	27	28	
29	32	33	34	35	36	38	39	40	42	
43	44	45	46	48	50	52	54	55	56	
57	60	61	63	64	67	68	70	71	72	
75	76	78	81	82	84	85	86	87	88	
89	90	91	93	94	96	97	98	99	100	

101	102	103	105	106	107	108	109	110	111	
112	113	114	116	117	121	122	126	127	128	
129	130	132	133	134	135	136	137	138	139	
140	141								योग	102
अनिर्णीत अंकेक्षण पैरे										
5	6	9	10	11	13	13(बी)(सी)	14	15	16	
17									योग	11

**अंकेक्षण प्रतिवेदन अवधि वर्ष 1985-86**

अनिर्णीत अंकेक्षण अधियाचनाएं										योग
1	2	3	5	6	7	8	9	11	13	
14	15	16	17	18	20	21	22	23	24	
25	26	27	28	29	30	32	33	36	37	
38	39	41	42	43	45	46	47	48	49	
50	51	52	53	54	55	56	57	58	59	
60	61	62	64	65	67	68	69	70	72	
73	74	75	76	77	78	80	81	82	83	
84	85	86	87	88	89	90	91	92	93	
94	95	96	97	98	99	100	101	102	103	
104	105	106	107	108	109	110	111	112	114	
115	116	117	118	119	120	121	122	123	124	
125	126	127	128	129	130	131	132	133	135	

136	137	139	141						योग	124
अनिर्णीत अंकेक्षण पैरे										
5(ए)	5(बी)	6	9	10	11	12	14	15,16	18	
19	20	21							योग	13

**अंकेक्षण प्रतिवेदन अवधि वर्ष 1986-87**

अनिर्णीत अंकेक्षण अधियाचनाएं										योग
139	140	141	142	143	144	145	146	147	148	
149	150	151	153	154	155	156	157	158	159	
161	162	163	164	165	166	167	168	169	170	
171	172	173	174	175	176	178	179	180	181	
182	183	184	185	189	190	191	192	193	196	
197	198	200	202	208	209	210	213	214	215	
216	217	219	220	221	222	226	227	228	229	
230	231	232	234	235	236	237	239	240	241	
242	243	244	245	246	247	248	249	250	251	
252	253	256	259	260	261	262	264	266	267	
269	273	275	276	277	278	279	280	281	282	
283	286	287	292	293	294	295	296	300	301	
302	304	306	307	308	309	310	312	314	316	
317	318	319	322	323	327	328	329	330	331	
332	333	334	335	336	337	339	340	341	342	
343	344	348	349	350	351	352	353	354	356	

359	361	362	365	368	369	370	371	372	373	
374	375	376	377	378					योग	175
अनिर्णीत अंकेक्षण पैरे										
4(बी)	5	8	9	10(बीसी)					योग	5

**अंकेक्षण प्रतिवेदन अवधि वर्ष 1987-88**

अनिर्णीत अंकेक्षण अधियाचनाएं					योग					
3	6	7	8	9	11	12	13	14	17	
18	19	20	22	26	27	28	29	30	33	
38	39	40	41	42	43	45	46	47	48	
49	51	53	54	55	58	60	61	62	63	
64	66	67	68	69	70	71	72	74	75	
76	78	79	80	81	82	83	84	85	86	
87	88	91	92	93	95	96	97	98	99	
100	101	102	103	104	105	106	107	108	109	
110	111	112	113	117	118	119	120	121	122	
123	124	125	126	127	129	130	132	133	134	
135	136	137	138	139	142	143	144	145	146	
147	148	149	150	151	152	154	155	156	158	
161	162	163	164	165	166	167	168	169	170	
171	172	173	174	175	176	177	178	179	180	
182	183	185	186	187	188	189	190	191	192	
193	194	195	196	198	199	200	201	202	203	
205	206	207	208	209	210	211	212	213	214	

215	216	217	218	219	220	221	222	224	225	
227	229	230	231	232	233	235	250	253	254	
255	256	257	258	259	261	262	264	265	266	
268	269	270	271	272	273	274	275	276	277	
278	279	281	283	284	285	286	287	288	289	
290	291	294	295	296	297	299	300	301	302	
303	304	305	306	307	308	309	310	311	312	
313	314	314 (ए)	315	316	319	321	322	323	324	
325	326	327	328	329	330	331	332	334	335	
336	337	338	339	340	341				योग	266
अनिर्णीत अंकेक्षण पैरे										
5	7	8	9(1से3 तक)	9(4से6 तक)	10				योग	6

अंकेक्षण प्रतिवेदन अवधि वर्ष 1988-89

अनिर्णीत अंकेक्षण अधियाचनाएं										योग
1	3	4	6	7	8	9	10	11	12	
13	14	15	16	18	19	20	21	22	23	
24	25	26	27	28	29	30	34	35	36	
37	38	39	40	41	42	43	44	45	46	
47	49	51	52	54	55	56	58	59	60	
61	62	63	64	65	66	68	71	72	75	
76	77	78	79	81	82	83	84	85	87	
88	91	92	93	94	95	96	97	99	100	

101	104	106	107	108	110	111	112	113	115	
116	118	119	121	123	124	125	126	128	131	
132	133	135	136	137	138	139	140	141	142	
143	144	146	147	148	149	150	152	153	154	
155	156	157	158	159	162	163	164	165	167	
168	169	171	172	175	176	177	178	179	180	
182	183	184	185	191	192	193	194	195	196	
197	200	201	202	203	204	205	206	207	208	
209	211	215	216	217	218	219	220	221	222	
224	225	226	229	232	235	238	239	240	243	
244	247	248	249	250	251	253	256	257	258	
259	260	261	262	263	265	266	267	268	269	
271	272	274	275	276	277	278	279	280	282	
283	285	286	288	289	290	291	292	293	294	
295	296	297	298	299	301	303	304	305	306	
307	309	310	312	314	315	316	317	318	319	
320	321	331	332	333	334	335	336	245	255	
									योग	250
अनिर्णीत अंकेक्षण पैरे										
4(वसेस)	5	8	9	10(बी, सी,डी)	11(बी)	13	14(एसे डी)	15(एसे डी)	योग	9

अंकेक्षण प्रतिवेदन अवधि वर्ष 1989-90

अनिर्णीत अंकेक्षण अधियाचनाएं						योग
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1	2	3	4	6	7	8	11	12	13	
15	16	17	18	19	20	21	23	25	26	
27	28	29	30	31	32	33	34	36	37	
38	42	43	44	45	46	47	48	49	50	
51	52	53	54	55	58	59	60	61	62	
63	67	69	70	71	72	74	76	77	78	
79	81	82	83	84	85	86	87	88	89	
90	91	93	94	95	96	97	99	100	101	
103	104	105	106	107	108	109	110	111	112	
113	114	115	117	118	119	123	124	127	128	
129	130	131	132	133	134	135	137	138	139	
140	141	142	143	145	146	147	149	150	151	
152	153	154	155	156	157	160	161	162	163	
165	166	167	168	169	171	172	173	174	175	
178	180	181	182	183	184	185	186	187	188	
189	190	191	192	193	194	195	196	197	198	
199	200	201	202	203	204	205	206	209	213	
214	216	217	218	219	220	223	225	227	228	
229	230	232	233	234	235	236	237	238	239	
240	241	244	245	246	247	248	249	250	251	
252	253	254	255	257	258	259	260	261	262	
263	264	265	267	269	270	271	272	273	275	
276	278	279	280	281	282	283	284	285	287	

288	289	290	291	292	294	295	296	298	300	
301	5								योग	242
अनिर्णीत अंकेक्षण पैरे										
5(क),2, 4व 5	7	8	10(अ)	12	13	14(1से 9)	15(1से 5)	16	17	
									योग	10

**अंकेक्षण प्रतिवेदन अवधि वर्ष 1990-91**

अनिर्णीत अंकेक्षण अधियाचनाएं										योग
1	3	4	6	7	8	9	10	11	12	
13	14	15	16	17	18	20	21	22	23	
24	25	26	27	28	29	30	31	32	33	
34	35	37	38	40	44	45	46	47	48	
51	52	53	56	57	58	60	61	62	63	
64	65	66	69	70	71	72	74	76	79	
80	81	82	85	86	89	90	91	92	93	
95	96	98	99	100	101	105	108	109	111	
112	113	115	116	117	119	120	122	123	124	
125	126	128	129	130	131	132	133	136	137	
138	139	140	141	142	143	144	145	146	147	
148	149	150	151	152	153	154	156	157	158	
159	160	161	163	164	165	167	168	169	171	
172	173	174	2	5					योग	135
अनिर्णीत अंकेक्षण पैरे										
5(क2से5	10ख,	11	12	13(1से	14(1से	15			योग	7

	ग			6)	2)					
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**अंकेक्षण प्रतिवेदन अवधि वर्ष 1991-92**

अनिर्णीत अंकेक्षण अधियाचनाएं										योग
1	2	4	6	7	8	9	10	11	12	
13	14	15	16	17	18	19	20	21	23	
24	25	26	27	28	29	30	31	32	33	
34	35	36	37	38	39	40	41	42	43	
44	45	46	47	48	49	50	51	55	56	
57	58	59	60	61	62	63	64	67	70	
71	72	73	74	75	77	78	79	80	81	
82	83	84	85	86	87	88	89	90	91	
92	93	94	95	96	97	98	99	100	101	
102	103	104	105	106	107	108	109	110	111	
112	113	114	115	116	117	118	119	120	121	
122	123	124	125	126	128	129	130	131	132	
133	134	135	137	139	142	143	146	147	148	
149	150	151	152	153	154	155	156	158	159	
160	161	162	163	164	165	166	167	168	170	
173	174	175	176	178	179	181	182	183	186	
187	188	191	193	194	197	198	199	200	201	
202	203	204	205	206	207	208	209	210	212	
213	214	215	216	217	218	219	220	221	222	
223	225	226	229	230	231	232	233	234	239	
240	241	243	244	245	246	247	248	249	250	

251	252	253	254	255	256	257	258	259	261	
263	265	266	268	269	271	272	273	274	275	
276	277	278	280	281	283	284	285	286	287	
288	289	291	292	293	295	296	297	298	299	
300	301	302	303	305	306	309	310	311	312	
313	314	317	319	322	324	325	326	327	328	
329	330	331	332	333	334	335			योग	277
अनिर्णीत अंकेक्षण पैरे										
4(ग)(1से3)	7	8	9	10(ख,ग, घ)	11(2से4)	12(2ब 4)	14	15(कसेग)	16	
17	18	19	20(1से6)	21(1से4)	22(1से3)				योग	16

**अंकेक्षण प्रतिवेदन अवधि वर्ष 1992-93**

अनिर्णीत अंकेक्षण अधियाचनाएं										योग
1	2	3	4	6(5)	7	8	9	10	11	
12	13	14	15	16	17	18	19	22	23	
24	25	26	27	28	29	30	31	32	33	
35	36	37	38	39	40	41	42	43	44	
45	47	48	49	51	52	53	54	55	56	
57	58	59	60	61	62	63	64	65	66	
67	68	69	70	73	77	78	79	80	81	
83	84	85	86	87	88	90	91	92	93	
95	96	97	99	101	102	103	104	105	106	
108	109	110	111	113	114	115	118	119	120	
121	122	123	127	128	131	132	134	135	136	
137	138	139	140	141	142	143	144	145	146	
147	148	149	150	151	152	153	154	155	156	

157	158	159	160	161	162	163	164	165	166	
167	168	169	170	171	172	173	174	176	177	
178	179	180	181	183	184	185	186	187	188	
189	190	192	193	194	195	196	198	200	201	
202	203	204	205	206	207	208	209	211	213	
214	215	216	218	219	221	222	224	227	228	
230	231	232	234	236	237	238	239	241	242	
243	244	245	246	247	248	253	254	256	257	
258	259	260	261	262	264	266	267	268	269	
270	272	273	275	276	277	278	279	280	281	
282	283	285	286	288	289	290	291	292	293	
294	295	296	298	299	300	301	302	303	304	
305	306	307	308						योग	254
अनिर्णीत अंकेक्षण पैरे										
3	4(ग)(1)	7(1)	7(ii)	7(iii)	10(ख)	10(ग)(1)	10(ग)(2)	10(ग)(3)	10(ग)(4)	
11(क)	11(ख)	11(ग)	11(ड)	11(घ)	12(1)	12(2)	12(3)	13(1)	13(2)	
13(3)	13(4)	14	15	16(1)	16(2)	16(3)	16(4)	16(5)	17(1)	
17(2)	17(3)	17(4)	17(5)	17(6)(क)	17(6)ख	17(6)ग	18(1)	18(2)	18(3)	
18(4)	18 (5)								योग	42

अंकेक्षण प्रतिवेदन अवधि वर्ष 1993-94 (सूचना उपलब्ध नहीं है)

अंकेक्षण प्रतिवेदन अवधि वर्ष 1994-96

अनिर्णीत अंकेक्षण पैरे										योग
4(क)	4(ख)	5	6	7(1)	7(2)	7(3)	7(4)	7(5)	7(6)	
7(7)	7(8)	8	9	10	11	12(क)	12(ख)	13(1)(क)(ख)	13(2)	

13(3)	13(4)	13(5)	13(6)	13(7)	14(1)(क)	14(1)(ख)	14(1)(ग)(1से 10)	15(1)	15(2)	
15(3)	16(1)	16(2)	17(1)	17(2)	18	19	20(1)	20(2)	21(क)	
21(ख)	29 (xi)(1)	29 (xi)(2,3)	22(1)(क)	22(1)(ख)	22(1)(ग)	22(1)(घ)	22(ii)(क)(ख)	23	24(i)	
24(ii)	24(iii)	24(iv)	24(v)	25(i)	25(ii)	25(iii)	26	27(1)(क)	27(1)(ख)	
27(ii)	27(iii)	27(iv)	28(1)(1से3)	28(ii)	28(iii)(क)	28(iii)(ख)	28(iii)(ग)	28(iii)(घ)	29 (i)	
29(ii)(iसेv)	29(iii)	29(iv)(क,ख)	29(v)(क,ख,ग,घ)	29(vi)	29(vii)	29(viii)(1)	29(viii)(2)	29(ix)	29(x)(1,2,3)	
30(1)(कसे ज)	30(ii)	30(iii)(क)	30(iii)(ख)	30(iv)	30(v)	30(vi)(क)	30(vi)(ख)	30(vii)(क)	30(vii)(ख)	
30(viii)	30(ix)	30(x)	30(xi)	30(xii)	31(i)	31(ii)	31(iii)	31(iii)(क)(i)	31(iii)(क)(i)	
31(iii)(ख)	31(iii)(ग)	31(iii)(घ)	31(iii)(ङ)	31(iv)	31(v)(क)(ख)	31(vi)	31(vii)	31(viii)	31(ix)	
31(x)	31(xi)	31(xii)	31(xiii)	31(xiv)(1)	31(xiv)(2)	31(xv)(क)	31(xv)(ख)	31(xv)(ग)	31(xv)(घ)	
31(xvi)	31(xvii)	39(ii)(1)	39(ii)(2,3)	31(xviii)(1)	31(xviii)(2)	31(xix)	31(xx)	31(xxi)	31(xxii)	
32(1)	32(2)	32(3)	32(4)	33(1)	34(1)	34(2)	34(3)	35(1)(क1से4)(ख1व2)(ग1से7)	35(ii)	
36	37(i)	37(ii)	38(i)	38(ii)	38(iii)	38(iv)	38(v)	39(i)(क)	39(i)(ख)	
39(i)(ग)	39(i)(घ)	39(i)(ङ)(1,2,3)	40(i)	40(ii)	41(i,ii,iii)	42(i)(क)	42(ii)	43(i)(क)	43(1)(क)(i)	
43(1)(क)(ii)	43(1)(क)(iii)	43(1)(ख)	43(ग)	43(घ)	43(ङ)	43(च)	43(छ)	43(ज)	43(झ)	
43(ii)(iसे ix)	43(iii)(Iसे v)	43(iv)(v)							योग	173

अंकेक्षण प्रतिवेदन अवधि वर्ष 1996-2000

अनिर्णीत अंकेक्षण पैरे										योग
3(क)	3(ख)	3जी (i)(ii)	3घ	5(1)	5(2)	5(3)	5(4)	5(5)	5(6)	
5(7)(i) (ii)	5(8)	5(9)	5(10)	6(1)	6(2)	6(3)	6(4)	6(5)	6(6)	
7(1)	7(2)	8(1)	8(2)	9	10(1)	10(2)	10(3)	10(4)	11(1)	
11(2)	11(3)	11(4)	11(5)	11(6)	12	13	14	15(1)	15(2)	
16	17(क)	17(ख)	18(क)	18(ख)	19(1)	19(2)	20(1)	20(2)	20(3)	
20(4)	20(5)	21(1)(1)	21(1)(2)	21(1)(3)	21(1)(4)	21(2)(1)	21(2)(2)	21(3)(1)	21(3)(2)	
21(4)(1)	21(4)(2) )	21(4)(3)	21(4)(5)	21(5)(1)	21(5)(2)	21(5)(3)	22(1)	22(2)(i)	22(2)(ii)	
22(2)(iii)	22(3)	22(4)	22(5)(i)	22(5)(ii)	22(5)(iii)	22(6)	22(7)	22(8)(i)	22(8)(ii)	
22(9)(i)	22(9)(i) i)	22(10)	22(11)	22(12)	22(13)	22(14)	22(15)	22(16)	22(17)	
22(18)	23(1)	23(2)	23(3)	23(4)	23(5)	23 (6)	23(7)	23(8)	23(9)	
23(10)	23(11)	23(12)	23(13)	23(14)	23(15)	23(16)	23(17)	23(18)	23(19)	
24(क)	24(ख)	24(जी)	24(जीए च)	24(झ)	24(च)(1)	24(च)(2)	24(च)(3)	24(च)(4)	24(छ)	
24(ज)	24(झ)	24(ञ्ज)	24(ट)	24(ठ)	24(ड)	25(1)	25(2)	25(3)	25(4)	
25(5)	25(6)	25(7)	25(8)	25(9)	26(क)(1)( 1से6)	26(क)(2)( 1से3)	26(क)(3)	26(क)(4)	26(क)(5)( 1)	
26(क)(6)(1 से3)	26(क)( 7)(1से3 )	26(क)(8 ) (1से4)	26(क)(9 ) (1व2)	26(क)(1 ) (1से6)	26(क)(10 ) (1)	26(क)(11 )	26(क)(13 )	26(क)(14 ) (iसेiv)	26(ख)(1)	
26(ख)(2)	26(ख)( 3)	26(ख)(4 )	26(ख)(5 )	26(ख)(6 )	26(ख)(7)	26(ख)(8)	27(1)	27(2)	27(3)	
27(4)	27(5)	28	29(क से ड)	30	31(1से6)				योग	166

अंकेक्षण प्रतिवेदन अवधि वर्ष 2000-2009

पैरों का विवरण										योग
3 settled on receipt of Audit fee	4(1से5)	5(1व2)	6(1से5)	7(1)(2i से ix)	8(1से6)	9(1से53)	10(1से17)	11	12	
13(1)	14	15(1से12)	16						योग	14

अंकक्षण प्रतिवेदन अवधि वर्ष 2009-2010

पैरों का विवरण										योग
3 settled on receipt of Audit fee	4(1से6)	5(1व2)	6(1से 6)	7(1से 4)	8(1से3)	9(1से 5)	10(1से17)	11(1व 2)	12	
13(1)(ए से ई)(2)	14	15(1से12)	16						योग	14

अंकक्षण प्रतिवेदन अवधि वर्ष 2010&2011

पैरों का विवरण										योग
3 settled on receipt of Audit fee	4(एसेबी)	5(एसे ई)	6(एसेबी)	7(एसेबी )	8	9	10	11(एसेएच)	12 (1 से 4)	
13(एसेबी)									योग	11

अंकक्षण प्रतिवेदन अवधि वर्ष 2011-12 to 2012-13



Detail of Audit Paras:-										Total
3 settled on receipt of Audit fee	4 (a) & (b)	5 (a) to (f)	6 (a) to (f)	7 (a) & (b)	8	9	10	11 (a) to (g)	12 (1)(a) to (k)	
12 (2)(a) & (b)	12 (3)(a) to (i)	12 (4)(a) to (d)	13 (a) to (c)	14	15	16	17			18

कुल योग

अनिर्णीत अंकेक्षण अधियाचनाएं	2925
अनिर्णीत अंकेक्षण पैरे	588
कुल योग	3513
निर्णीत	4
शेष अनिर्णीत अंकेक्षण पैरे	3509