

Audit Report
on the accounts of
MUNICIPAL CORPORATION
VIJAYAWADA
for the year 2014-15

GOVERNMENT OF ANDHRA PRADESH
STATE AUDIT DEPARTMENT

From

To

Sri G.Satyanarayana,
Regional Deputy Director
State Audit, Zone II,
ELURU.

The Commissioner,
Municipal Corporation,
VIJAYAWADA,
Krishna District.

AR. S.A.No. 236 /2017-18, Dated 26/02/2018

Sir,

Sub : Audit –Audit Report on the accounts of Municipal Corporation, Vijayawada
for the year 2014-15 – Sent –Regarding.

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The Audit Report on the accounts of Municipal Corporation, Vijayawada for the year 2014-15 is forwarded herewith in duplicate. I am to request that, replies to the Audit Report may be furnished to this office within three months from the date of receipt of the Audit Report duly rectifying the defects pointed out therein in accordance with Section 9 of A.P. State Audit Act, 1989 and Rule 8 (1) of the Rules issued under G.O.Ms.No.130, Fin. &Plg. (FW Admn. II) Department, dated 8-9-2000.

Yours faithfully,

sdxxxxxxxxxxxxxx

REGIONAL DEPUTY DIRECTOR
STATE AUDIT, ZONE II, ELURU

Enclosure : Audit Report in duplicate.

Copy to the Commissioner and Director of Municipal Administration,
A.P., Hyderabad.

Audit Report on the accounts of Municipal Corporation, **VIJAYAWADA**, Krishna
District for the year
2014-15

Name of the Auditor : 1. Sri K.N.VenkateswaraRao, AAO
2. Smt.K.Satyavathi, AAO
3. Sri.S.Dharma Raju, AAO
4. Sri Y.Surya Bhaskara Rao, AAO
5. Sri T.Srinivasa Rao, AAO

Time taken for audit : 18.4.2016 TO 10.06.2016

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The office of the **Commissioner** was held by the following persons during the year 2014-15.

Sri Veera Pandian 01.04.2014 to 31.03.2015

The office of the **Additional Commissioner** was held by the following persons during the year 2014-15.

Sri R.M.J.NAYAK. 01.04.2014 to 14.12.2014

Sri.G.NAGA RAJU 15.12.2014 to 31.03.2015

The office of the **Superintending Engineer** was held by the following persons during the year 2014-15.

Sri .SHUKUR 01.04.2014 to 31.03.2015

The office of the **City Planner** was held by the following persons during 2014-15.

Sri S.CHAKRA PANI 01.04.2014 to 31.03.2015

The office of the **Municipal Health officer** was held by the following persons during the year 2014-15.

Smt. P. RATNAVALI 01.04.2014 to 21.10.2014

Scope of Audit-Non maintenance of various vital and important records –scope of audit reduced – misappropriations ,defalcations ,irregular draws and other irregularities could not be pointed out-needs immediate action:

During the course of audit for the year 2013-14, it was noticed that certain vital and important records are not being maintained or partly maintained. In spite of several objections raised in the audit reports of previous years, the Executive Authorities did not evince any interest and not taken any effective steps to maintain the records mentioned here under. The non maintenance and non production of records and irregular maintenance of the registers without tallying with the account figure leads to all sorts of irregularities such as misappropriations, defalcations and other major financial losses. The situation has not been improved anymore and no steps appear to have been taken towards that direction by the present executive authority.

In the above circumstances there is every possibility and scope for misappropriation, defalcations and irregular draws as the state of accounts maintenance and keeping the records is in quite pandemonium situation. Some irregularities are noted below.

1. P.T and W.T demand and ADRs Manual Registers not maintained and produced (Objection raised in this report vide Para NO.20,21 Of this audit report
2. Vouchers obtained from account section and distributed to concerned sections to produce the same to audit along with files records and stock registers, but they did not produce them. In this regard half margin letters also served to municipal authorities. (Objection raised in this report vide Para NO.89 Of this audit report)
3. Time bared taxes and fees year wise balances not arrived (Objection raised in this report vide Para NO.16 Of this audit report)
4. Property Tax & Water Tax collections made through E-seva and the E-seva authorities sending /crediting the amounts by deducting library cess, user charges ect. But these amount were not exhibited in account of Municipal Corporation as expenditure Vide (Objection raised in this report vide Para NO.38 Of this audit report
5. EMD & FSD refunds made to the contactors –Original credits not pointedout Vide Para No 66

COMPLIANCE OF AUDIT OBJECTIONS BY THE COMMISSIONER:

The Number of Audit Objections pending at the beginning of the year, the No. of Audit Objections added during the year, the No. of Audit Objections Settled during the year and the balance left at the close of year along with the amount involved as detailed below:

| SL.NO | DETAILS | NO.OF OBJECTIONS | AMOUNT INVOLVED | REMARKS |
|-------|-----------------------------------------------------------------|------------------|-----------------|---------|
| 1 | 2 | 3 | 4 | 5 |
| 1 | Total No. of Objections outstanding Upto:2014-2015 | 3369 | 15157300252.00 | |

The audit of Municipal Council prior to the year 2010-11, was completed and the objections of these years were communicated through the concerned Audit Reports. The Audit Objections relating to the year 2014-15 are communicated through this Report.

According to the orders issued in G.O.Ms.No.874, M.A., Dated: 13-11-1987, the audit reports and the replies shall be placed before the Municipal Council and the replies submitted to the Government through the Director of State Audit, A.P.Hyderabad with a copy of resolution approving the replies for consideration of the waiver of the objections. The records of the Municipal Council do not reveal the observance of the orders. The Commissioner did not evince much interest in rectifying the defects pointed out in the Audit Reports to settle down the objections. It would need to be taken necessary steps to reduce the pendency.

(2) B U D G E T :

The annual financial statement (budget) containing the estimated receipts and expenditure of the corporation, Vijayawada for the year **2014-15** was placed before Corporation through the Standing Committee and the same was approved by the Corporation Vide **C.R.No 266, dated 26.03.2014** required under section 182 of Hyderabad Municipal Corporation Act, 1955. The Budget was prepared duly considering the requirements of different wings of the Corporation and the obligatory civic amenities of the city.

Every item of receipt or payment categorized 'ordinary' or capital is governed by the following sectoral classification of the Accounts.

- A. General Account
- B. Lighting Account
- C. Elementary Education Account
- D. Drainage and Water Supply Account
- E. Town Planning Account
- F. Deposits and Advance Account

ORDINARY RECEIPTS AND EXPENDITURE:

The ordinary receipts and payments are of recurring nature. Taxes, Fees, Charges, Leases, Rents on Markets and Shops etc., come under ordinary receipts. The expenditure incurred out of the ordinary receipts of the Corporation towards pay and allowances of the establishment, contingencies, repairs towards buildings, maintenance of vehicles, pension payment, postal charges and other miscellaneous expenses come under ordinary expenditure.

CAPITAL RECEIPTS AND EXPENDITURE:

The receipts of non-recurring nature such as grant-in-aid received from State/Central Government, loans borrowed, sale proceeds of assets and the amount transferred from ordinary receipts etc., are the capital receipts.

The expenditure incurred on developmental activities, acquisition of assets, expenditure met from the grant-in-aid released by Government for specific purposes, expenditure incurred towards personal advances, stock accounts etc., constitutes capital expenditure.

DEPOSITS AND ADVANCES:

Remittances of Income Tax, Sales Tax, refund of the deposits to the contractors, suppliers, sanction of provident fund loans, payment of library cess constitutes this head.

RECEIPTS:

The Receipts and Charges as per **Budget Estimates** and as per **Annual Account** for the year 2014-15 as per approved Budgets are as detailed below.

Obviously there is a gap between the budget estimate and actuals . Ultimately, almost all the items under receipts and expenditure were found projected at higher/lesser rate by violating the rules laid down in the Hyderabad Municipal Corporation budget estimate rules, 1968. Some of the items are given below for example.

| Sl. No. | Head of Account | As per the budget estimate for the year 2014-15 | Actuals as per the annual account | Difference | | % of deviation |
|---------|---------------------------------------------------|-------------------------------------------------|-----------------------------------|-------------------------------------------------|-------------------------------------------------|----------------|
| | | | | Actuals higher than the budget estimates | Actuals lesser than the budget estimates | |
| | RECEIPTS | | | | | |
| 1 | Entertainment Tax (120-10-02) | 100000000.00 | 28157843.00 | ---- | 71842157.00 | 72% |
| 2 | Property Tax (110-01-01) | 693140000.00 | 746923445.00 | 53783445 | --- | 8% |
| 3 | Water tax (property tax component) (110-02-01) | 260000000.00 | 194570421.00 | ---- | 65429579.00 | 25% |
| 4 | Rent from slaughter houses (140-11-04) | 10000.00 | 7588.00 | ---- | 2412.00 | 24% |
| 5 | Sewerage Tax (Property Tax component) (110-03-01) | 189000000.00 | 104009408.00 | ---- | 84990592.00 | 45% |
| 6 | Shopping complex rents (130-10-01) | 140000000.00 | 131135154.00 | ---- | 8864846 | 6% |
| | CHARGES | | | | | |
| 1 | Consultancy charges | 0.00 | 4096652.00 | 409665200 | --- | 100% |

| | | | | | | |
|---|-----------------------------------------------------------------------------------------|---------------------|--------------|--------------|------------|--------|
| | (220-52-01) | | | | | |
| 2 | Legal charges (220-51-01) | 0.00 | 1228654.00 | 1228654.00 | --- | 100% |
| 3 | Repairs to heavy vehicles (230-53-01) | 8500000.00 | 6924736.00 | | 1575264.00 | 18.5% |
| 4 | Wages to workers (PH) (210-10-11) | 87719000.00 | 449838189.00 | 362119189.00 | --- | 413% |
| 5 | Power charges of street lighting/water supply and vmc buildings (230-10-02 & 220-11-01) | 134400000.00 & 0.00 | 319126254.00 | 184726254.00 | --- | 137% |
| 6 | Vehicle hire charges (230-40-02) | 10850000.00 | 6896133.00 | --- | 3953867.00 | 36% |
| 7 | Maintenance of Parks (230-51-01) | 300000.00 | 910943.00 | 610943.00 | ---- | 204% |
| 8 | Maintenance of Playground (230-51-04 & 05) | 100000.00 | 360714.00 | 260714.00 | ---- | 260% |
| 9 | Entertainment Tax (120-10-02) | 1000000.00 | 4165889.00 | 3165889.00 | --- | 316.5% |
| | | | | | | |

As could be seen from the above details the percentage of excess over the estimated receipt was 8% in respect of 'Property Tax (110-01-01)' and percentage of receipt lesser than the estimated receipts in respect of 'Entertainment Tax (120-10-02)' is 72%.

Similarly, the excess over budgetary provision in expenditure was 316% excess over the budget estimate in respect of 'Entertainment Tax (120-10-02)' and the percentage of short fall over the estimated expenditure was 36% in respect of 'Vehicle hire charges (230-40-02)'.

This shows that the budget was not given its due importance while estimating receipts and expenditure.

GENERAL REVIEW OF THE FINANCIAL POSITION :

As verified from the cash books relating to all funds, it was noticed that receipts side of the cash books are not being written up and cash books are not being closed at any stage. The cash books of all the funds for the year 2014-15 were not closed even at the close of the financial year, closing balances not arrived at as on 31-3-2015 and not got reconciled with the balances of the concerned pass books. Due to the above defect, the correctness of the brought forwarding of the cash book balances could not be verified in audit. The loss if any caused in this regard would need to be recovered from the person or persons responsible.

(3) FINANCIAL POSITION:

The resources of ULBs consist of grants and assistance from the Government of India (GOI) and the State Government under various schemes, loans from Financial Institutions and own revenue generated through various tax and non-tax collections. The tax revenue mainly accrues from property tax and taxes on advertisement, while non-tax revenue comes from water charges, encroachment fee, developmental charges, building fee, etc. The financial position of the ULB has been analysed with reference to the figures provided in the budget as follows. Further during the year under audit, as the subsidiary registers were not produced, the actual receipts in respect of revenue were taken based on the annual account figures.

| Sl. | Head of Account | Code No. | Budget estimates | Actual | Difference | % of differe |
|-----|-----------------|----------|------------------|--------|------------|--------------|
|-----|-----------------|----------|------------------|--------|------------|--------------|

| No | | | Rs. | Rs. | Rs. | nce |
|----|-------------------------------------------------|-----------|--------------|--------------|----------------|------|
| 1 | Property Tax | 110-01-01 | 693140000.00 | 746923445.00 | (-)53783445.00 | 8% |
| 2 | Vacant land tax | 110-01-02 | 77000000.00 | 41721730.00 | 35278270.00 | 46% |
| 3 | Entertainment Tax | 120-10-02 | 100000000.00 | 28157843.00 | 71842157.00 | 72% |
| 4 | Advertisement Tax | 110-11-06 | 93920000.00 | 596847.00 | 93323153.00 | 99% |
| 5 | Water Tax (Property Tax component) | 110-02-01 | 260000000.00 | 194570421.00 | 65429579.00 | 25% |
| 6 | D & O Trades licence fee | 140-11-01 | 30000000.00 | 87734851.00 | (-)57734851.00 | 192% |
| 7 | Birth and Death Register Extract Fee | 140-13-02 | 3500000.00 | 1510166.00 | 1989834.00 | 57% |
| 8 | Market receipts | 130-10-01 | 140000000.00 | 139335343.00 | 8864846 | 6% |
| 10 | Rent from slaughter houses | 140-11-04 | 10000.00 | 7588.00 | | |
| 11 | Surcharge on stamp duty | 120-10-01 | 220000000.00 | 717139155.00 | 497139155.00 | 226% |
| 12 | Title transfers | 140-40-10 | | 45111852.00 | | |
| 13 | Sewerage Tax (property tax component) | 110-03-01 | 189000000.00 | 104009408.00 | 84990592.00 | 45% |
| 14 | Park entry | 140-60-01 | 12600000.00 | 7342812.00 | 5257188.00 | 42% |
| 15 | Tax on street lighting (Property tax component) | 110-05-01 | 126000000.00 | 0.00 | 126000000.00 | 100% |
| 16 | Education Tax (Property tax component) | 110-06-01 | 98000000.00 | 0.00 | 98000000.00 | 100% |
| 17 | Drainage - Direct Tax | 110-03-02 | 46480000.00 | 0.00 | 46480000.00 | 100% |

(4) TAX REVENUE RAISED BY THE MUNICIPAL COUNCIL:-

The tax revenue consists of property tax, water tax and advertisement tax etc. Tax on property is the main source which constituted 39% of revenue receipts of Municipal Council during the year. An analysis of tax revenue for the current year and the preceding two years is given below.

| Sl. No. | Nature of Tax | Code | Collection | | | Increase/ Decrease with ref. to previous years |
|---------|-------------------------------|---------|------------------|-----------------|----------------|------------------------------------------------|
| | | | 2012 - 13 Rs. | 2013 -14 Rs. | 2014-15 Rs. | |
| 1 | Property tax | 1100101 | 71815724996.00 | 690918246-35 | 746923445.00 | Increase |
| 2 | Advertisement tax | 1101106 | 64446168.00 | 29570857.00 | 596847.00 | Decrease |
| 3 | Vacant land tax | 1100102 | 48370113.00 | 71569211.00 | 41721730.00 | Decrease |
| 4 | Entertainment tax | 1201002 | 33210156.00 | 4850125.00 | 28157843.00 | Increase |
| 5 | Water Tax (P.T. component) | 1100201 | 84437064.00 | 348444876.00 | 193147421.00 | Decrease |
| 6 | Sewerage Tax (P.T. component) | 1100301 | 27865099.00 | 22742064.00 | 104009406.00 | Increase |
| | Total | | | | | |

(5) REVENUE RECEIPTS AND ITS ANALYSIS:-

The source of revenue receipts during the year was through (1) revenue raised by the Municipal Council (2) receipts from the state government towards share of entertainment tax, M.V. tax, land cess and surcharge on stamp duty etc (3) Grant-in-aid received from the Government. An analysis of receipts under the above heads during the year along with corresponding figures for the preceding 2 years is given below.

| Sl. No. | Item of revenue | RECEIPTS | | |
|---------|-----------------------------------------------|-----------------|----------------------|----------------------|
| | | 2012 -13 Rs. | 2013-14 Rs. | 2014-15 Rs. |
| 1 | Revenue raised by Municipal Council | | | |
| | a) Tax Revenue | | 1133674397-35 | 916774318.00 |
| | b) Non-tax revenue leases, fees and rents etc | | 1091149037-87 | 162179028.60 |
| | Total: | | 2224823435.22 | 1078953346.00 |
| 2. | Receipts from Government. | | | |
| | a) Entertainment tax | | 4850125.00 | 28157843.00 |
| | b) Surcharge on stamp duty | | 245242340.00 | 717139155.00 |
| | c) P.T. | | 2737540.20 | 6718111.00 |
| | d) Revenue grants | | ----- | ----- |
| | e)Other Income(Miscellaneous Income) | | | 327602967.00 |
| | Total | | | 1080144076.00 |

(6) NON-TAX REVENUE OF THE MUNICIPAL COUNCIL:-

Building rents, leases of markets, slaughter houses, betterment charges etc., from the non-tax revenue and constituted 15% percentage of revenue of the municipal council. An analysis of the non-tax revenue under some principal heads for the year and during the preceding 2 years is given here under.

| Sl. No. | Item of revenue | Code | Collection | | | Increase/Decrease with ref. to previous years |
|---------|--------------------------------------|---------------|----------------|----------------|----------------|-----------------------------------------------|
| | | | 2012-13 Rs. | 2013-14 Rs. | 2014-15 Rs. | |
| 1 | Water charges | 1100202 | 40000.00 | --- | 940070866.00 | Increase |
| 2 | Leases of markets | 130 all codes | 404577324.00 | 391748731.00 | 162080613.00 | Decrease |
| 3 | License fees (D&O Trades) | 1401101 | 57469671.00 | 29840624.00 | 87734851.00 | Increase |
| 4 | Building license fee | 1401202 | 3052141.00 | 37999583.00 | 30087811.00 | Decrease |
| 5 | Betterment charges | 1401402 | 628723.00 | --- | 660.00 | ---- |
| 6 | Advertisement fees | 1404001 | 63710000.00 | 29570857.00 | 78249687.00 | Increase |
| 7 | Property Transfer charges | 1404010 | 30907608.00 | 29235420.00 | 45111852.00 | Increase |
| 8 | Park entry fees | 1406001 | 6603747.00 | 5307459.00 | 7342812.00 | Increase |
| 9 | Road cutting and restoration charges | 1407001 | 6693723.00 | 1382411.00 | 12461962.00 | Decrease |
| | | | | | | |

1. MAINTANANCE OF THE CASH BOOK – CERTAIN DEFECTS –NEEDS AN EARLY ACTION

- (i) **No postings on the receipt side of the cashbooks:** As per the codal provisions, the cash /DDs should soon after their receipt be posted in the cash book. During the audit it is found that all the receipts both cash and DDs received through online and manual collections deposited in the bank without postings in the respective cash books. Thus, there is no assurance that all the cash / DDs deposited in the bank were being fully credited to VMCs account
- (ii) **Cash book not closed periodically and at the end of FY:** As per the codal provisions cash book should be closed regularly at the end of every month and at the end of financial year. The cash books maintained by the accounts section of VMC were not closed either monthly or at the end of financial year. The balances at the end of each month were not carried forward from the month of August 2011 onwards. There was no internal check by the higher official designated for. As a result the balances available under the respective accounts were not ascertainable.
- (iii) **Cash book figures were not reconciled with bank statements :** As per the codal provisions , the cash book figures should be reconciled with the bank statements monthly and at the end of the financial year. During the audit it was observed that cash book figures were not being reconciled with bank statements. Cash books were not maintained properly hence reconciliation was not possible. In the absence of reconciliation the correctness of the amounts credited to the bank could not be verified.
- (iv) **Chronological order was not maintained in posting the expenditure – voucher was not posted in order –vouchers inserted using suffixes:** As per the codal provisions posting of expenditure should be in chronological order and vouchers should be arranged in serial number. During the audit it was observed that some of the postings pertaining to expenditure were not posted in cash book chronologically. It was further observed that the serial number of vouchers was not maintained properly, in some of the cases serial number was altered and in some of the cases suffixes were used to insert the vouchers. Thus any financial loss occurred should make good from the persons responsible.

FINAL ACCOUNTS – CERTAIN DEFECTS NOTICED :

2)PROPERTY TAX - DIFFERENCE BETWEEN THE RECEIPTS AS PER VMC OFFICIAL WEB SITE AND AS PER RECEIPTS AND CHARGES (Financial Statements) AND DCB - IRREGULAR :

code no:4

On verification of receipts incorporated in Receipts and Charges Statement (Financial Statements for 2014-15) with reference to the receipts as per Vijayawada Municipal Corporation official web site, the following differences were noticed. It is clear from the above, that the annual account for the year 2014-15 was not prepared correctly. Early action may be taken to reconcile the differences and for the preparation of correct annual account.

| Sl.No | P.T. collection as per Annual Account | P.T. collection as per Official Website of VMC (VOICE) | P.T. collection as per DCB |
|-------|------------------------------------------------|--------------------------------------------------------|------------------------------------------------|
| | 746923445.00 | 772322233.00 | 750947926.00 |
| | Variation with voice figures Rs.25398788.00 | | Variation with voice figures Rs.21374307.00 |

Para No: 3

Code No: 4

VARIATIONS IN FIGURES – VARIOUS HEADS – BETWEEN ANNUAL ACCOUNT FIGURES AND COLLECTION FIGURES OF VOICE (VMC OFFICIAL WEBSITE) – NEEDS AN EARLY ACTION

During the verification of the accounts of the VMC for the year 2014-15 it was observed that , receipts for various heads of account incorporated in annual account varies with the figures enumerated in VOICE (VMC Official Website) , reasons for the variation were not pointed out to audit .Hence an early action would need to be taken to rectify the difference and reconcile both the accounts ,and the same shall report to the audit

| Sl.No. | Head of Account | Receipt as per Annual Account | Receipt as per VOICE(VMC Official Website) | Difference |
|--------|-------------------|-------------------------------|---------------------------------------------|--------------|
| 1. | Advertisement fee | 78249687.00 | 91930149.00 | -13680462.00 |
| 2. | Water Tax | 194570421.00 | 227874538.00 | -33304117.00 |
| 3 | Road Cutting | 12467962.00 | 11045923.00 | 1422039.00 |

| | Chages | | | |
|----|--------------------------------|-------------|--------------|----------------|
| 4. | External Betterment charges | 3190073.00 | 78202125.00 | -75012052.00 |
| 5. | Building Licence Fee | 28553396.00 | 139100101.00 | -1362447705.00 |
| 6. | Compounding Fee | 2360670.00 | 40093363.00 | -37732693.00 |
| 7. | Encroachments | 210751.00 | 1179977.00 | -969226.00 |
| 8. | Profession Tax | 4674552.00 | 6614099.00 | -1939547.00 |

4(a).PROPERTY TAX - DIFFERENCE BETWEEN DCB AND ANNUAL ACCOUNT – NEEDS RECTIFICATION:
Rs.4024481.00 **codeno: 4**

As verified from the Receipts and Charges statement furnished with the financial statements for the year 2014-15, it was noticed there was a difference of Rs. **4024481.00** between DCB and Annual Account pertaining to property tax collection for the year 2014-15 as detailed below. Immediate action may be taken for the rectification of the same. The loss if any caused in this regard would need to be made good from the person or persons responsible.

| Sl.No. | Name of the Fund / Account | P.T. Collection | Variation |
|--------|----------------------------|---------------------|-------------------|
| 1 | Municipal General Fund | 746923445.00 | |
| | Total | 746923445.00 | |
| 3 | DCB | 750947926.00 | 4024481.00 |

4(b).VACANT LAND TAX - DIFFERENCE BETWEEN DCB AND ANNUAL ACCOUNT – NEEDS RECTIFICATION:
Rs.35464329.00 **code no: 4**

As verified from the Receipts and Charges statement furnished with the financial statements for the year 2014-15, it was noticed there was a difference of Rs. **35464329.00** between DCB and Annual Account pertaining to Vacant Land tax collection for the year 2014-15 as detailed below. Immediate action may be taken for the rectification of the same.

| Sl.No. | Name of the Fund / Account | V.L.T. Collection | Variation |
|--------|----------------------------|--------------------|--------------------|
| 1 | Municipal General Fund | 41721730.00 | |
| | Total | 41721730.00 | |
| 3 | DCB | 77186059.00 | 35464329.00 |

4(c).Journal Book – Opening Balance Adjustment entries passed – reasons not pointed out to audit

Code no:9

As verified from the Journal Book of the VMC final accounts for the year 2014-15 number of Opening Balance adjustment entries were passed as detailed in the **Annexure I**. However reasons for the same were not pointed out to audit and connected files not produced to audit. Hence any financial loss to the VMC may be made good from the persons responsible.

5.NON-COLLECTION OF DUES-INCLUDES CASES OF OFFICE MANAGEMENT RESULTING IN SHORT REALIZATION OF DUES

(Code: 7)

PROPERTY TAX - LESS FIXATION OF PROPERTY TAX DEMAND - NEEDS REVISION AND

RECOVERY:

Rs.55029.00

As verified from the ML-s relating to the Property tax demand for the year 2014-15 in Circle-II of the VMC, Vijayawada, it was noticed that less fixation of Property tax demand was made in respect of the following assessments due to incorrect calculations. Action may be taken for the revision of Property tax demand besides recovering the following amounts from the persons responsible.

1. Ward No. 45, Assessment No.189525, Zone.IX Sl.No.22930

Kovelamudi vari Street, D.No.29-28/1-4

| Sl.No | Particulars | | | | | | |
|-------|-------------|-------|----|--------|----------|-------|---------|
| 1 | Owner | RCC P | 02 | 260.76 | Hospital | 42.00 | 11/2013 |
| 2 | Owner | RCC P | 03 | 260.76 | Hospital | 42.00 | 11/2013 |
| 3 | Owner | RCC O | 01 | 260.76 | Hospital | 23.50 | 11/2013 |

Property Tax already fixed:

| | |
|---------------|----------------------------|
| Property Tax | Rs.35,424.00 |
| Education Tax | Rs. 2,443.00 |
| Library Cess | <u>Rs.2,834.00</u> |
| Total: | <u>Rs.40,701.00</u> |

As per M.L.concerned, it was observed in audit in addition to above, measurements relating to Ground Floor, 1st Floor (i.e.) (first floor (2)) and 4th floor are omitted while calculating the property Tax. Consequentially, an amount of Rs.95730.00 has to be recovered towards Property Tax as against the above, an amount of Rs.40,701.00 was only worked out for half year and an amount of Rs.55029.00 was short calculated for half year as detailed below: in this regards the valid reasons if any were not forthcoming to audit for verification. Simply it was stated in audit that the above particulars were omitted. Which is not in order.

| Sl.No | Particulars | | | |
|-------|-------------|-------|-----------------------|-----------------|
| 1 | Owner | RCC O | 0.156X255.84X23.50X12 | 11,255.00 |
| 2 | Owner | RCC O | 0.156X255.84X42.00X12 | 20,115.00 |
| 3 | Owner | RCC O | 0.156X255.84X42.00X12 | 20,115.00 |
| 4 | Owner | RCC O | 0.156X255.84X42.00X12 | 20,115.00 |
| 5 | Owner | RCC O | 0.156X255.84X42.00X12 | 20,115.00 |
| 6 | Owner | RCC O | 0.156X51.06X42.00X12 | 4,015.00 |
| | | | TOTAL | 95730.00 |

Hence, it is brought to the notice of the Executive Authorities concerned, the matter would need to be examined and recovery the amounts from the person or persons responsible and credited the same to the heads concerned. Further, in the light of the defects noticed, in other cases if any also the matter would need to be investigated there to and the loss in this regards would also need to be worked out and made good from the person or persons responsible besides furnishing the material facts under intimation to this department without fail.

6.NON-COLLECTION OF DUES-INCLUDES CASES OF OFFICE MANAGEMENT RESULTING IN SHORT REALIZATION OF DUES

(Code: 7)

PROPERTY TAX - LESS FIXATION OF PROPERTY TAX DEMAND - NEEDS REVISION AND

RECOVERY:

Rs.618.00

As verified from the ML-s relating to the Property tax demand for the year 2014-15 in Circle-II of the VMC, Vijayawada, it was noticed that less fixation of Property tax demand was made in respect of the following assessments due to incorrect calculations. Action may be taken for the revision of Property tax demand besides recovering the following amounts from the persons responsible.

1. Ward No. 26

Assessment No.114131

Sl.No.10105/C2/2014-15/2,Zone-6, Dated: 06.03.2015

Sambanmurthy Road, H.No. 24-15-11-c2, Sri.B.Subba Rao.

Property Tax already fixed:

Rs.11,299X22%=Rs.2,485.78/2= Rs.1,243.00

Rs.113.00

Rs. 99.00

Total: Rs.1,455.00

| Sl.No | Particulars | | | | | | |
|--------|-------------|-------|---|--------|-------|------|-------|
| 1 | Tenant | RCC O | 0 | 66.17 | Resi. | 6.75 | 03/97 |
| 2 | Owner | RCC O | 2 | 32.49 | Resi. | 6.75 | 03/97 |
| 3 | Owner | RCC O | 2 | 17.30 | Resi. | 6.75 | 03/97 |
| 4 | Owner | RCC O | 1 | 66.17 | Resi. | 6.75 | 03/97 |
| TOTAL: | | | | 182.13 | | | |

As per M.L.concerned, it was observed in audit in above data vide Sl.No.03, of the above, it was arrived calculation as Residential instead of Public though specified in the M.L.Form. As such an amount of Rs. 2,073.00 has to be fixed as Property tax for half year. Hence, an amount of Rs. 618.00 short collected towards Property Tax for every half year.

Therefore, it is brought to the notice of the Executive Authorities concerned. The matter would need to be examined and recover the amounts from the person or persons responsible and credited the same to the heads concerned besides furnishing the details to this department positively.

7.NON-COLLECTION OF DUES-INCLUDES CASES OF OFFICE MANAGEMENT RESULTING IN SHORT REALIZATION OF DUES

(Code: 7)

PROPERTY TAX - LESS FIXATION OF PROPERTY TAX DEMAND - NEEDS REVISION AND

RECOVERY:

Rs.1,008.00

As verified from the ML-s relating to the Property tax demand for the year 2014-15 in Circle-II of the VMC, Vijayawada, it was noticed that less fixation of Property tax demand was made in respect of the following assessments due to incorrect calculations. Action may be taken for the revision of Property tax demand besides recovering the following amounts from the persons responsible.

1. Ward No. 23

Assessment No.113652

Sl.No.10088/C2/2014-15/2,Zone-6, Dated: 06.03.2015

2nd Line Street, H.No. 24-15-10

Smt.D.V.L.Vsundara Devi.,

Property Tax already fixed:

Rs.1,737.009X22%=Rs.382.14/2= Rs.191.07

Rs.17.00

Rs. 15.00

Total: Rs.223.00

| Sl.No | Particulars | | | | | | |
|--------|-------------|-------|---|--------|-------|------|---------|
| 1 | Tenant | RCC O | 0 | 45.24 | Resi. | 4.00 | 03/1952 |
| TOTAL: | | | | 182.13 | | | |

As per M.L.concerned, it was observed in audit in above data, the usage was furnished as commercial, but the calculation of Property Tax was arrived as residential. The valid reasons if any were not forthcoming to audit for verification. Consequently, an amount of Rs.1,008.00 was short collected towards Property tax due to erroneous calculation of the property Tax for usage of the Building as residential instead of Commercial.

Therefore, it is brought to the notice of the Executive Authorities concerned, the matter would need to be examined and recovery the amounts from the person or persons responsible and credited the same to the heads concerned besides furnishing the details to this department positively.

8.NON-COLLECTION OF DUES-INCLUDES CASES OF OFFICE MANAGEMENT RESULTING IN SHORT REALIZATION OF DUES

(Code: 7)

PROPERTY TAX - LESS FIXATION OF PROPERTY TAX DEMAND - NEEDS REVISION AND

RECOVERY:

Rs.700.00

As verified from the ML-s relating to the Property tax demand for the year 2014-15 in Circle-II of the VMC, Vijayawada, it was noticed that less fixation of Property tax demand was made in respect of the following assessments due to incorrect calculations. Action may be taken for the revision of Property tax demand besides recovering the following amounts from the persons responsible.

1. Ward No. 26

Assessment No.113654

Sl.No.10089/C2/2014-15/2,Zone-6, Dated: 06.03.2015

Bhavas Street,

H.No. 24-15-10B,

Smt.S.Kumari.,

Property Tax already fixed:

Rs.7,969.00X22%=Rs.1,753.18/2= Rs.877.00

Rs.70.00

Rs. 80.00

Total: Rs.1,027.00

| Sl.No | Particulars | | | | | | |
|-------|-------------|-------|---|-------|-------|------|-------|
| 1 | Owner | RCC O | 0 | 29.25 | Resi. | 6.75 | 03/97 |
| 2 | Owner | RCC O | 1 | 48.75 | Resi. | 6.75 | 03/97 |
| 3 | Owner | RCC O | 2 | 48.75 | Resi. | 6.75 | 03/97 |

| | | | | | | | |
|--------|-------|-------|---|--------|-------|------|-------|
| 4 | Owner | RCC O | 4 | 21.45 | Resi. | 6.75 | 03/97 |
| TOTAL: | | | | 148.70 | | | |

As per M.L.concerned, it was observed in audit, that as per the above data, the following portion was used for commercial,

| | | | | | | | |
|---|-------|-------|---|-------|-------|------|-------|
| 4 | Owner | RCC O | 4 | 21.45 | Resi. | 6.75 | 03/97 |
|---|-------|-------|---|-------|-------|------|-------|

But, as against the same, the calculation of Property Tax was arrived as residential. The valid reasons if any were not forthcoming to audit for verification. As such, in this regards, an amount of Rs.1,727.00 has to be recovered towards property tax as against the above an amount of Rs. 1,027.00 was only recovered. Hence, an amount of Rs.700.00 was short recovered towards Property tax due to erroneous calculation of the property Tax for usage of the Building as residential instead of Commercial.

Therefore, it is brought to the notice of the Executive Authorities concerned. The matter would need to be examined and recovery the amounts from the person or persons responsible and credited the same to the heads concerned besides furnishing the details to this department positively.

9.COMPENSATION FOR THE LOSS OF INCOME FROM TOLLS ETC., PAYABLE UNDER SECTION 123 OF THE A.P.MUNICIPALITIES ACT, 1965 – NOT RECEIVED FOR YEARS TOGETHER – LOSS NEEDS EARLY ACTION: (code:7)

A Toll on a road is a tax on animal and vehicles coming from outside and entering the limits of Municipalities. The taxation enquiry commission has recommended the abolition of toll tax and also suggested that the loss of revenue caused by the abolition of tolls may make up by the motor Vehicle tax. The Motor vehicle tax Act,1939 took away the power of Local bodies to levy taxes on propelled vehicles Municipalities claimed some share in these tax on the ground that vehicles are using the Municipal roars which are constructed and maintained by the Municipalities. Government accepted the demand of the Municipal Councils and decided to compensate the loss of revenue caused by deprivation to levy this tax to such of the Municipalities are given in Schedule VIII (Part A.B& C) appended to the A.P.Municipal Act,1965.

Under Section 123 (II) (a) jiii) of A.P.Municipalities Act,1965, compensation for the loss of income due to abolition of fees on licenses granted to Motor Vehicles, which was deriving under Section 10(1) (a) (iv) of the Andhra Pradesh (Andhra Area) Motor Vehicles taxation Act,1931, shall be paid by government. The amount payable to Municipal Councils as compensation in lieu of loss of income due to abortion of levy of fees should be disbursed in two instalments. 1st instalment on or after 16th July and 2nd

installment on or after October of every year and for this no authorization of accountant general is necessary as per G.O.Ms.No.1465 M.A., Dated: 17-12-1965 and Govt.Memo.NO.1139/H1/66-4, M.A, Dated: 15-09-1966.

As per the schedule VIII (Part-c) appended to the act, an amount of Rs.1, 800/- per annum has to be received towards compensation towards loss of income from fees or licenses granted to motor vehicles, to this municipality. But, no such amount was received from years together. Therefore, action would need to be taken to assess the year from which it was pending and obtain the same from Government.

10.NON COLLECTION OF DUES: CODE.NO.07
ADVERTISEMENT TAX – ADVERTISE MENT TAX ON CABLE T.V.OPERATORS – DEMAND NOT POROPERLY ARRIVED – LOSS OF REVENUE TO THE MUNICIPALITY – NEEDS EARLY ACTION:

As per the Notification No.86/2000, Dated: 14.11.2000 and as per the G.O.Ms.No.266, M.A.Dept, Dated: 05-05-2000, the Advertisement Tax ha to be levied @10% of the fees collected by the Cable T.V. Operators from the persons for which Advertisements made in the Cable T.V.Opearatrs regarding the amount of fees collected by the Operators for broad casting advertisements in their cable T.V.and advertisement tax ahs to be fixed @10% on that amount.

But, the Municipal authorities have not followed the above procedure during the year 2014-15, which constitutes loss to the revenue of the Municilipality.

Therefore, action would need to be taken to fix the demand as per the rules and collect the same. Or else the loss sustained would need to be made good from the person or persons responsible and credited to general funds under intimation to audit.

11.PROPERTY TAX - CONNECT BUILDING APPLICATIONS NOT PRODUCED TO AUDIT: code no:11

As verified from the ML registers for the year 2014-15 property tax was fixed on newly constructions as per measurements recorded in ML registers. But the connected building applications were not produced to audit. In the absence of the same the correctness of the measurements recorded in ML registers could not be verified in audit. Early action would need to be taken to produce the same to audit for verification.

12.NON-COLLECTION OF DUES-INCLUDES CASES OF OFFICE MANAGEMENT RESULTING IN SHORT REALIZATION OF DUES

(Code: 7)

PROPERTY TAX - LESS FIXATION OF PROPERTY TAX DEMAND - NEEDS REVISION AND

RECOVERY:

Rs.819.00

As verified from the ML-s relating to the Property tax demand for the year 2014-15 in Circle-II of the VMC, Vijayawada, it was noticed that less fixation of Property tax demand was made in respect of the

following assessments due to incorrect calculations. Action may be taken for the revision of Property tax demand besides recovering the following amounts from the persons responsible.

1. Ward No. 23

Assessment No.113830

Sl.No.845/C2/2014-15/1,Zonme-6, Dated: 05.08.2014

Andhra Ratna Road, H.No. 24-10-8

Property Tax already fixed:

Rs.56,208X22%=Rs.12,365.00/2= Rs. 6,183.00

Rs. 562.00

Rs. 4953.00

Total: Rs.7,240.00

| Sl.No | Particulars | | | | | | |
|-------|-------------|-------|---|--------|-------|------|---------|
| 1 | Owner | RCC O | 0 | 7.02 | Resi. | 6.75 | 08/2013 |
| 2 | Owner | RCC P | 0 | 106.25 | Resi. | 7.65 | 08/2013 |
| 3 | Owner | RCC P | 0 | 106.25 | Resi. | 7.65 | 08/2013 |
| 4 | Owner | RCC P | 1 | 106.25 | Resi. | 7.65 | 08/2013 |
| 5 | Owner | RCC P | 2 | 106.25 | Resi. | 7.65 | 08/2013 |
| 6 | Owner | RCC P | 2 | 106.25 | Resi. | 7.65 | 08/2013 |
| 7 | Owner | RCC P | 3 | 106.25 | Resi. | 7.65 | 08/2013 |
| 8 | Owner | RCC P | 3 | 106.25 | Resi. | 7.65 | 08/2013 |
| 9 | Owner | RCC P | 4 | 106.25 | Resi. | 7.65 | 08/2013 |
| 10 | Owner | RCC P | 4 | 106.25 | Resi. | 7.65 | 08/2013 |

As per M.L.concerned, it was observed in audit in addition to above, one measurement relates to 1st Floor (i.e.) (first floor (2)) one portion was only calculated and another one is omitted. Consequentially an amount of Rs.819.00 was short calculated for half year as detailed below:

Rs.6,828X22%=Rs.1,502/2= Rs. 751.00

Rs. 60.00

Rs. 8.00

Total: Rs.819.00

Hence, it is brought to the notice to the Executive Authorities concerned, the matter would need to be examined and recovery the amounts from the person or persons responsible and credited the same to the heads concerned.

13.VEHICLES –MAINTANANCE OF VEHICLES BY THE DEPOT –ISSUE OF OIL TO THE VEHICLES – VIOLATED THE RULES –IRREGULAR –NEED RECTIFICATION: (code no:9) **1, 72, 21,640-00**

As verified from the records of Vehicle depot with reference to the expenditure verified to the following selected months in audit , the following payments were made to the various fuel supply agencies like M/s Basaveswara Filling Station, Vijayawada and others towards supply of fuel to the vehicles and Engine oil and other material s maintained by the Municipal Corporation, Vijayawada in the Vehicle depot.

| Voucher Date | Voucher No. | Account Code | Particulars of payment | Amount paid |
|--------------|-----------------------|--------------|--------------------------|-------------|
| 01/11/2014 | MJC-4840493/2014-2015 | 2203003 | Fuel (Petrol and Diesel) | 3,33,455 |
| 01/11/2014 | MJC-4840850/2014-2015 | 2203003 | Fuel (Petrol and Diesel) | 9,06,211 |
| 17/11/2014 | MJC-5421953/2014-2015 | 2203003 | Fuel (Petrol and Diesel) | 12,52,918 |
| 17/11/2014 | MJC-5421968/2014-2015 | 2203003 | Fuel (Petrol and Diesel) | 4,45,073 |
| | Total: | | | 29,37,657 |

| Voucher Date | Voucher No. | Account Code | Particulars of payment | Amount paid |
|--------------|-----------------------|--------------|------------------------|-------------|
| 23/04/2014 | MJC-4263359/2014-2015 | 2301004 | Fuel to Heavy Vehicles | 8,47,073 |
| 09/07/2014 | MJC-4487018/2014-2015 | 2301004 | Fuel to Heavy Vehicles | 1,58,982 |
| 24/07/2014 | MJC-4532185/2014-2015 | 2301004 | Fuel to Heavy Vehicles | 3,30,195 |
| 24/07/2014 | MJC-4602760/2014-2015 | 2301004 | Fuel to Heavy Vehicles | 11,37,567 |
| 17/09/2014 | MJC-4710118/2014-2015 | 2301004 | Fuel to Heavy Vehicles | 10,93,191 |
| 07/01/2015 | MJC-4800760/2014-2015 | 2301004 | Fuel to Heavy Vehicles | 10,55,094 |
| 11/01/2015 | MJC-4833160/2014-2015 | 2301004 | Fuel to Heavy Vehicles | 3,19,537 |
| 10/03/2015 | MJC-5413261/2014-2015 | 2301004 | Fuel to Heavy Vehicles | 13,23,433 |
| | Total: | | | 62,65,072 |

| Voucher Date | Voucher No. | Account Code | Particulars of payment | Amount paid |
|--------------|-----------------------|--------------|---------------------------------------------|-------------|
| 11/04/2014 | MJC-4298632/2014-2015 | 2301005 | Fuel to Light Vehicles | 9,31,655 |
| 19/04/2014 | MJC-4298542/2014-2015 | 2301005 | Fuel to Light Vehicles | 3,92,610 |
| 01/07/2014 | MJC-4463415/2014-2015 | 2301005 | Fuel to Light Vehicles | 8,16,765 |
| 02/03/2015 | MJC-5554631/2014-2015 | 2301005 | Fuel to Light Vehicles | 3,08,377 |
| 05/03/2015 | MJC-5554668/2014-2015 | 2301005 | Fuel to Light Vehicles | 26,07,979 |
| 23/03/2015 | MJC-5554753/2014-2015 | 2301005 | Fuel to Light Vehicles | 14,36,230 |
| 27/03/2015 | MJC-5554841/2014-2015 | 2301005 | Fuel to Light Vehicles | 2,83,822 |
| | Total: | | | 67,77,438 |
| Voucher Date | Voucher No. | Account Code | Particulars of payment | Amount paid |
| 14/07/2014 | MJC-4499161/2014-2015 | 2301006 | Fuel supply for the Vehicles of Field Staff | 9,01,160 |
| 10/09/2014 | MJC-4679271/2014-2015 | 2301006 | Fuel supply for the Vehicles of Field Staff | 3,40,313 |
| | Total: | | | 12,41,473 |

ABSTRACT

| S.No. | Account Code | Purpose of payments | Amount paid |
|-------|--------------|-----------------------------------|-------------|
| 01 | 2203003 | Fuel (Petrol and Diesel) | 29,37,657 |
| 02 | 2301004 | Fuel to the Heavy Vehicles | 62,65,072 |
| 03 | 2301005 | Fuel to the Light vehicles | 67,77,438 |
| 04 | 2301006 | Fuel supply to the staff vehicles | 12,41,473 |
| | Total: | | 1,72,21,640 |

During the course of audit, the following observations noticed and needs rectification and produced to the audit for verification.

1. As verified from the records i.e. register of vehicles engaged in day wise, No. of vehicles, issue of trip sheets and token for loading the HSD Oil for maintenance not shown properly and the original usage, certification of the supervising officers not signed in the register. But finally the bill claimed by the supply of fuel agency and same was certified by the motor vehicle inspector and chief medical officer public health section relating to the PH Section vehicles, the utilization of the fuel not reconciled with the vehicle trip sheet and not certified.
2. It is also noticed that the Log books of the vehicles are not maintained and produced by the executive authority till the close of audit.
3. The estimation of the yearly consumption to the vehicles maintained by the Mpl.corporation is not prepared and expenditure was incurred based on the regular practice of the vehicles engaged.
4. It is observed that, the vehicle depot of the public health, the vehicle maintained without proper supervision and oil consumption of the old vehicles which will be burden to the corporation, because the maintenance of the vehicles will be more expensive than the engage of hired vehicles, Hence the same needs to be rectified by the executive authority.
5. As verified from the register of the vehicles, the issue of oil coupons to the vehicles, the register is not maintained properly and the day wise abstract and monthly abstract are not prepared and payment towards supply of fuel could not be verified due to above defects, Hence the same would need to be rectified.
6. It is observed that, the journey performed by the staff and the tour diary in every month not furnished in respect of the fuel issued to their vehicles and the consumption charges for the distance of executive duties not certified by the concerned authority.

In view of the above, the above expenditure is not admissible in audit and is held under objection. Hence, action would need to be taken and produce the same to audit for verification.

14.MAINTANANCE OF VEHICLES –ADVANCES PAID TO THE AGENCIES FOR SUPPLY OF FUEL – NOT ADJUSTED PROPERLY – NEEDS TO BE RECTIFICATON: code no :11

As verified from the records relating to the maintenance of vehicles and supply of fuels, Advance amount paid to the fuel supply agency, i.e. M/s IOCL, Kondapalli towards supply of fuel to the vehicle depot, and same was adjusted to the preceding month in a regular practice, but during course of audit, as verified from the connected file, the amounts not properly adjusted by the concerned authority and balances not brought forwarded to the next bill claimed by the agency. In the absence of the same, the balance of amounts not reconciled with the invoice issued by the fuel supply agency and causes loss to the municipal corporation.

Statement showing the advances paid to the Fuel supply agency and balance available after adjustment

| Advance paid in voucher no./date | Opening Balance available during the month | Advance paid | Total | Amount adjusted as per bill/invoice of the concerned agency. | balance available as on 31.3.15 |
|----------------------------------|--------------------------------------------|--------------|-------|--------------------------------------------------------------|---------------------------------|
| | | | | | |

| | | | | | |
|---------------------------------------------------------------------|---------|---------|---------|---------|---------|
| 83/6-14 | 60923 | 1480891 | 1541814 | 0 | 1541814 |
| 262/7-14 | 1541814 | 158982 | 1700796 | 1540738 | 160058 |
| 327/7-14 | 160058 | 1414433 | 1574491 | 1538089 | 36402 |
| 390/8-14 | 36402 | 1652190 | 1688592 | 1524102 | 164490 |
| 443/9-14 | 164490 | 1378492 | 1542982 | 1494029 | 48953 |
| 458/10-14 | 48953 | 1481727 | 1530680 | 1380301 | 150379 |
| 524/11-14 | 150379 | 1252918 | 1403297 | 1343415 | 59882 |
| 486/12-14 | 59882 | 1343415 | 1403297 | 1280524 | 122773 |
| 543/1-15 | 122773 | 1217633 | 1340406 | 1251184 | 89222 |
| 552/2-15 | 89222 | 2477239 | 2566461 | 2534614 | 31847 |
| 594/3-15 | 31847 | 2607979 | 2639826 | 2598451 | 41375 |
| Balance available as after adjustment during the year as on 31.3.15 | | | | | 41375 |

Hence action would need to be taken to rectify the above defect from the beginning of the practice performed by the executive authority, and finally the difference amount will be adjusted to the future payment at an early date.

15.VEHICLE DEPOT- EXPENDITURE INCURRED TOWARDS MAINTANANCE OF VEHICELS- VIOLATION OF RULES – IRREGULAR: Rs: 6564183.00 (code no:9)

As verified from the records of Vehicle depot with reference to the expenditure verified to the following selected months in audit, the following expenditure Incurred towards maintenance of the vehicles under the control of vehicle depot of the Mpl.corporation, Vijayawada as detailed below.

1.

| Date | Voucher No. | Account Code | Particulars of payment | Amount paid |
|------------|-----------------------|--------------|------------------------------|-------------|
| 01/09/2014 | MJC-4622037/2014-2015 | 2204002 | Vehicles maintenance charges | 199587 |
| 16/03/2015 | MJC-5554742/2014-2015 | 2204002 | Vehicles maintenance charges | 131443 |
| 26/03/2015 | MJC-5493926/2014-2015 | 2204002 | Vehicles maintenance charges | 44482 |
| 07/07/2014 | MJC-4482116/2014-2015 | 2204002 | Vehicles maintenance charges | 104965 |
| | Total: | | | 480477 |

2.

| Voucher Date | Voucher No. | Account Code | Particulars of payment | Amount paid |
|---------------------|-----------------------|---------------------|-------------------------------|--------------------|
| 10/04/2014 | MJC-4234570/2014-2015 | 2304002 | Vehicles maintenance charges | 0 |
| 16/04/2014 | MJC-4614689/2014-2015 | 2304002 | Vehicles maintenance charges | 12527 |
| 23/04/2014 | MJC-4263352/2014-2015 | 2304002 | Vehicles maintenance charges | 8094 |
| 01/07/2014 | MJC-4464135/2014-2015 | 2304002 | Vehicles maintenance charges | 49250 |
| 01/07/2014 | MJC-4557070/2014-2015 | 2304002 | Vehicles maintenance charges | 99576 |
| 01/07/2014 | MJC-4557091/2014-2015 | 2304002 | Vehicles maintenance charges | 34200 |
| 01/07/2014 | MJC-4557116/2014-2015 | 2304002 | Vehicles maintenance charges | 25340 |
| 01/07/2014 | MJC-4603497/2014-2015 | 2304002 | Vehicles maintenance charges | 52227 |
| 01/07/2014 | MJC-4603515/2014-2015 | 2304002 | Vehicles maintenance charges | 52227 |
| 01/07/2014 | MJC-4603538/2014-2015 | 2304002 | Vehicles maintenance charges | 51185 |
| 01/07/2014 | MJC-4603550/2014-2015 | 2304002 | Vehicles maintenance charges | 51185 |
| 02/07/2014 | MJC-4606605/2014-2015 | 2304002 | Vehicles maintenance charges | 75000 |
| 16/07/2014 | MJC-4504494/2014-2015 | 2304002 | Vehicles maintenance charges | 75000 |
| 22/07/2014 | MJC-4637588/2014-2015 | 2304002 | Vehicles maintenance charges | 23815 |
| 22/07/2014 | MJC-4637607/2014-2015 | 2304002 | Vehicles maintenance charges | 21940 |
| 22/07/2014 | MJC-4637621/2014-2015 | 2304002 | Vehicles maintenance charges | 22773 |
| 22/07/2014 | MJC-4637635/2014-2015 | 2304002 | Vehicles maintenance charges | 22773 |
| 22/07/2014 | MJC-4637676/2014-2015 | 2304002 | Vehicles maintenance charges | 23815 |
| 22/07/2014 | MJC-4637709/2014-2015 | 2304002 | Vehicles maintenance charges | 43896 |
| 22/07/2014 | MJC-4637948/2014-2015 | 2304002 | Vehicles maintenance charges | 21940 |
| 22/07/2014 | MJC-4638016/2014-2015 | 2304002 | Vehicles maintenance charges | 28016 |
| 30/07/2014 | MJC-4545306/2014-2015 | 2304002 | Vehicles maintenance charges | 44808 |
| 30/07/2014 | MJC-4545324/2014-2015 | 2304002 | Vehicles maintenance charges | 32710 |
| 01/09/2014 | MJC-4662855/2014-2015 | 2304002 | Vehicles maintenance charges | 11662 |
| 01/09/2014 | MJC-4662877/2014-2015 | 2304002 | Vehicles maintenance charges | 7944 |
| 01/09/2014 | MJC-4662900/2014-2015 | 2304002 | Vehicles maintenance charges | 33155 |
| 02/09/2014 | MJC-4663556/2014-2015 | 2304002 | Vehicles maintenance charges | 3193 |
| 02/09/2014 | MJC-4663584/2014-2015 | 2304002 | Vehicles maintenance charges | 13289 |

| | | | | |
|------------|-----------------------|---------|------------------------------|--------|
| 02/09/2014 | MJC-4696700/2014-2015 | 2304002 | Vehicles maintenance charges | 3604 |
| 04/09/2014 | MJC-4710232/2014-2015 | 2304002 | Vehicles maintenance charges | 23184 |
| 10/09/2014 | MJC-4679378/2014-2015 | 2304002 | Vehicles maintenance charges | 100000 |
| 15/09/2014 | MJC-4701926/2014-2015 | 2304002 | Vehicles maintenance charges | 311432 |
| 15/09/2014 | MJC-4717436/2014-2015 | 2304002 | Vehicles maintenance charges | 46065 |
| 15/09/2014 | MJC-4717535/2014-2015 | 2304002 | Vehicles maintenance charges | 25249 |
| 15/09/2014 | MJC-4717553/2014-2015 | 2304002 | Vehicles maintenance charges | 25560 |
| 15/09/2014 | MJC-4717564/2014-2015 | 2304002 | Vehicles maintenance charges | 25560 |
| 29/09/2014 | MJC-4767712/2014-2015 | 2304002 | Vehicles maintenance charges | 50000 |
| 01/11/2014 | MJC-4840273/2014-2015 | 2304002 | Vehicles maintenance charges | 16695 |
| 01/11/2014 | MJC-4840284/2014-2015 | 2304002 | Vehicles maintenance charges | 3620 |
| 01/11/2014 | MJC-4840914/2014-2015 | 2304002 | Vehicles maintenance charges | 10377 |
| 01/11/2014 | MJC-4840959/2014-2015 | 2304002 | Vehicles maintenance charges | 26814 |
| 01/11/2014 | MJC-4840984/2014-2015 | 2304002 | Vehicles maintenance charges | 11614 |
| 01/11/2014 | MJC-4841499/2014-2015 | 2304002 | Vehicles maintenance charges | 52060 |
| 01/11/2014 | MJC-4841513/2014-2015 | 2304002 | Vehicles maintenance charges | 17668 |
| 01/11/2014 | MJC-4841532/2014-2015 | 2304002 | Vehicles maintenance charges | 25560 |
| 10/11/2014 | MJC-4839126/2014-2015 | 2304002 | Vehicles maintenance charges | 35817 |
| 10/11/2014 | MJC-4839129/2014-2015 | 2304002 | Vehicles maintenance charges | 75000 |
| 10/11/2014 | MJC-4839135/2014-2015 | 2304002 | Vehicles maintenance charges | 125000 |
| 20/11/2014 | MJC-4828047/2014-2015 | 2304002 | Vehicles maintenance charges | 25000 |
| 28/11/2014 | MJC-4828091/2014-2015 | 2304002 | Vehicles maintenance charges | 17655 |
| 29/11/2014 | MJC-4824516/2014-2015 | 2304002 | Vehicles maintenance charges | 560 |
| 29/11/2014 | MJC-4834073/2014-2015 | 2304002 | Vehicles maintenance charges | 10432 |
| 08/01/2015 | MJC-4822061/2014-2015 | 2304002 | Vehicles maintenance charges | 17247 |
| 08/01/2015 | MJC-4822087/2014-2015 | 2304002 | Vehicles maintenance charges | 9116 |
| 08/01/2015 | MJC-4822326/2014-2015 | 2304002 | Vehicles maintenance charges | 23174 |
| 08/01/2015 | MJC-4822382/2014-2015 | 2304002 | Vehicles maintenance charges | 10924 |
| 08/01/2015 | MJC-4822467/2014-2015 | 2304002 | Vehicles maintenance charges | 12071 |
| 08/01/2015 | MJC-4822519/2014-2015 | 2304002 | Vehicles maintenance charges | 12444 |

| | | | | |
|------------|-----------------------|---------|------------------------------|-------|
| 08/01/2015 | MJC-4822564/2014-2015 | 2304002 | Vehicles maintenance charges | 16157 |
| 08/01/2015 | MJC-4822589/2014-2015 | 2304002 | Vehicles maintenance charges | 2000 |
| 08/01/2015 | MJC-4822617/2014-2015 | 2304002 | Vehicles maintenance charges | 4826 |
| 08/01/2015 | MJC-4822640/2014-2015 | 2304002 | Vehicles maintenance charges | 23936 |
| 08/01/2015 | MJC-4822684/2014-2015 | 2304002 | Vehicles maintenance charges | 22605 |
| 08/01/2015 | MJC-4822706/2014-2015 | 2304002 | Vehicles maintenance charges | 5664 |
| 01/03/2015 | MJC-5391221/2014-2015 | 2304002 | Vehicles maintenance charges | 22940 |
| 01/03/2015 | MJC-5391232/2014-2015 | 2304002 | Vehicles maintenance charges | 47740 |
| 01/03/2015 | MJC-5391247/2014-2015 | 2304002 | Vehicles maintenance charges | 40840 |
| 01/03/2015 | MJC-5391270/2014-2015 | 2304002 | Vehicles maintenance charges | 38508 |
| 01/03/2015 | MJC-5391291/2014-2015 | 2304002 | Vehicles maintenance charges | 45500 |
| 01/03/2015 | MJC-5391367/2014-2015 | 2304002 | Vehicles maintenance charges | 40590 |
| 01/03/2015 | MJC-5391386/2014-2015 | 2304002 | Vehicles maintenance charges | 53370 |
| 01/03/2015 | MJC-5391414/2014-2015 | 2304002 | Vehicles maintenance charges | 25444 |
| 01/03/2015 | MJC-5391427/2014-2015 | 2304002 | Vehicles maintenance charges | 27810 |
| 01/03/2015 | MJC-5391447/2014-2015 | 2304002 | Vehicles maintenance charges | 25000 |
| 01/03/2015 | MJC-5392118/2014-2015 | 2304002 | Vehicles maintenance charges | 24440 |
| 01/03/2015 | MJC-5392123/2014-2015 | 2304002 | Vehicles maintenance charges | 12144 |
| 01/03/2015 | MJC-5392130/2014-2015 | 2304002 | Vehicles maintenance charges | 25192 |
| 01/03/2015 | MJC-5392141/2014-2015 | 2304002 | Vehicles maintenance charges | 25560 |
| 01/03/2015 | MJC-5392154/2014-2015 | 2304002 | Vehicles maintenance charges | 27810 |
| 01/03/2015 | MJC-5392168/2014-2015 | 2304002 | Vehicles maintenance charges | 25560 |
| 01/03/2015 | MJC-5392202/2014-2015 | 2304002 | Vehicles maintenance charges | 26106 |
| 01/03/2015 | MJC-5392208/2014-2015 | 2304002 | Vehicles maintenance charges | 25560 |
| 01/03/2015 | MJC-5392222/2014-2015 | 2304002 | Vehicles maintenance charges | 20166 |
| 01/03/2015 | MJC-5392237/2014-2015 | 2304002 | Vehicles maintenance charges | 38340 |
| 01/03/2015 | MJC-5392261/2014-2015 | 2304002 | Vehicles maintenance charges | 51120 |
| 01/03/2015 | MJC-5392272/2014-2015 | 2304002 | Vehicles maintenance charges | 51120 |
| 01/03/2015 | MJC-5392276/2014-2015 | 2304002 | Vehicles maintenance charges | 17466 |
| 01/03/2015 | MJC-5392283/2014-2015 | 2304002 | Vehicles maintenance charges | 16882 |

| | | | | |
|------------|-----------------------|---------|------------------------------|---------|
| 01/03/2015 | MJC-5392293/2014-2015 | 2304002 | Vehicles maintenance charges | 28096 |
| 01/03/2015 | MJC-5392300/2014-2015 | 2304002 | Vehicles maintenance charges | 23440 |
| 01/03/2015 | MJC-5392316/2014-2015 | 2304002 | Vehicles maintenance charges | 32157 |
| 16/03/2015 | MJC-5414485/2014-2015 | 2304002 | Vehicles maintenance charges | 7822 |
| 16/03/2015 | MJC-5414493/2014-2015 | 2304002 | Vehicles maintenance charges | 21669 |
| 16/03/2015 | MJC-5414507/2014-2015 | 2304002 | Vehicles maintenance charges | 12100 |
| 16/03/2015 | MJC-5418348/2014-2015 | 2304002 | Vehicles maintenance charges | 8509 |
| 28/03/2015 | MJC-5555021/2014-2015 | 2304002 | Vehicles maintenance charges | 50060 |
| | Total: | | | 3105291 |

3.

| Voucher Date | Voucher No. | Account Code | Particulars of payment | Amount paid |
|--------------|-----------------------|--------------|-------------------------------|-------------|
| 26/04/2014 | MJC-4275953/2014-2015 | 2305301 | Maintenance of Heavy vehicles | 81 |
| 26/04/2014 | MJC-4356928/2014-2015 | 2305301 | Maintenance of Heavy vehicles | 150000 |
| 02/07/2014 | MJC-4467333/2014-2015 | 2305301 | Maintenance of Heavy vehicles | 96259 |
| 17/07/2014 | MJC-4509487/2014-2015 | 2305301 | Maintenance of Heavy vehicles | 135598 |
| 01/09/2014 | MJC-4612099/2014-2015 | 2305301 | Maintenance of Heavy vehicles | 23000 |
| 01/09/2014 | REA-4724238 | 2305301 | Maintenance of Heavy vehicles | 100043 |
| 01/11/2014 | MJC-4833919/2014-2015 | 2305301 | Maintenance of Heavy vehicles | 410000 |
| 01/11/2014 | MJC-4834030/2014-2015 | 2305301 | Maintenance of Heavy vehicles | 425550 |
| 01/11/2014 | MJC-4834050/2014-2015 | 2305301 | Maintenance of Heavy vehicles | 441400 |
| 01/11/2014 | MJC-4840362/2014-2015 | 2305301 | Maintenance of Heavy vehicles | 665828 |
| 01/11/2014 | MJC-4840749/2014-2015 | 2305301 | Maintenance of Heavy vehicles | 136560 |
| 01/11/2014 | MJC-4840771/2014-2015 | 2305301 | Maintenance of Heavy vehicles | 123970 |
| 02/03/2015 | MJC-5554637/2014-2015 | 2305301 | Maintenance of Heavy vehicles | 156028 |
| | Total: | | | 2864317 |

4.

| Voucher Date | Voucher No. | Account Code | Particulars of payment | Amount paid |
|--------------|-----------------------|--------------|-------------------------------|-------------|
| 01/04/2014 | MJC-4342839/2014-2015 | 2305302 | Maintenance of light vehicles | 109550 |
| 04/09/2014 | MJC-4684209/2014-2015 | 2305302 | Maintenance of light vehicles | 4548 |
| | Total: | | | 114098 |

ABSTRACT

| S.No. | Account Code | Purpose of payments | Expenditure incurred during the year 2014-15 |
|-------|--------------|-------------------------------|----------------------------------------------|
| 01 | 2204002 | Maintenance of Vehicles | 480477.00 |
| 02 | 2304002 | Maintenance of vehicle | 3105291.00 |
| 03 | 2305301 | Maintenance of Heavy vehicles | 2864317.00 |
| 04 | 2305302 | Maintenance of light vehicles | 114098.00 |
| | | Total Expenditure: | 6564183.00 |

During the course of audit, the above expenditure incurred providing technical sanction of the estimated work from the concerned towards maintenance of the vehicles relating to the Public Health and all vehicles owned by the Corporation and inviting quotation from the contractors and work order issued and payment made after completion of the work as per rules. But, some of the expenditure incurred in piece meal towards cost of spare parts and miscellaneous expenditure towards maintenance of the Municipal Corporation without obtaining the technical sanction and estimate. The concerned executive authority not maintained the record relating to the maintenance of the vehicles and the condition of the vehicles not certified by the concerned technical persons. In the absence of the same, the correctness of the expenditure not verified in audit is held under objection.

It is also observed that, the some of the vehicles running without fitness, when they are to be condemned as per the Government rules. Due to this reason the expenditure for the maintenance of these vehicles is wasteful and the consumption of the fuel is very high and causes increases the fuel expenditure. Hence action would need to be taken to minimize the expenditure towards maintenance.

16. PURCHASES MADE WITHOUT FOLLOWING THE RULES LAID DOWN FOR THAT PURPOSE: code no:9

For invitation and disposal of tenders relating to the supply of materials, goods, etc., there shall be prepared annually an estimate of items like stationery, printing articles required for public health sections for sanitation purposes, clothing to be supplied to the members of the P.H. establishment, articles for engineering section, lighting articles and food for live stock and the estimate shall be approved by the competent authority before tenders are invited.

Under Rule 5 of the said rules the Commissioner shall arrange for the proper maintenance of a stock account in such form as may be prescribed by the Government from time to time and for such form as may be specified in the headings therein as well as for all forms of tickets printed for use in departmental collection of revenue. The correctness of the stock account of forms shall be verified at the end of every half year by the Commissioner.

But, during the course of audit, it was noticed that the prescribed procedure was not followed in as much as the preparation of estimates for the annual consumption of various items and the stock accounts were either not maintained or maintained improperly. The Commissioner did not verify the stocks at the end of half year or at the end of the financial year and the annual physical verification certificate was not forth coming in audit. The files relating to purchases were also not produced to audit in full shape. The executive authority would need to take effective steps to comply with the said rules for all purchases to be made and produce the connected records to audit for verification.

17.SALARY SAVING SCHEME-L.I.C. MONTHLY PREMIUM RECOVERED FROM THE SALARIES OF THE GENERAL PUBLIC HEALTH AS NON-GOVT. DEDUCTION-DELAY IN REMITTANCE TO L.I.C OF INDIA - LOSS TO INDIVIDUALS - NEEDS ACTION

During the course of audit, it is noticed that the LIC Monthly premiums recovered from the Salaries of the General and Public Health Staff. But the recovered amount is kept under DDO A/c for months. Without any cause and remit the amount with a delay of 1 month to 5 Months which is irregular. This is loss to the individuals. The details are hereunder.

| Month | DD No | Amount | Remittance Date | Delay |
|---------------|------------------------------------------|------------------------------------|--------------------------|-------------------------|
| 3-2014 | 485341 & 485334 of SBI, VMC BRANCH | 7,19,176/- (GL) 5,17,511/- (PH) | 20-07-2014 08-07-2014 | 3M 19 DAYS 3M 7 DAYS |
| 4-2014 | 485355 | 12,30,669/- (GL+PH) | 08-09-2014 | 4M 7 DAYS |
| 5-2014 | 485362 | 12,33,161/- | 18-09-2014 | 3M 17 DAYS |
| 6-2014 | 215499 | 12,55,848/- | 03-11-2014 | 4M 2 DAYS |
| 7-2014 | 215499 | 11,74,974/- | 03-11-2014 | 3M 2 DAYS |
| 8-2014 | 215505 | 12,14,875/- | 27-11-2014 | 2M 26 DAYS |
| 9-2014 | 215511 | 11,99,562/- | 20-12-2014 | 2M 19 DAYS |
| 10-2014 | 215521 | 11,97,037/- | 25-02-2015 | 3M 24 DAYS |
| 11-2014 | 215534 | 11,88,851/- | 02-03-2015 | 3M 1 DAY |
| 12-2014 | 215534 | 11,87,014/- | 02-03-2015 | 2M 1DAY |
| 1-2015 | 215545 | 12,29,447/- | 19-04-2015 | 2M 18 DAYS |
| 2-2015 | 215553 | 11,61,380/- | 08-06-2015 | 3M 7 DAYS |
| STRIKE PERIOD | | | | |
| 8-2013 | 215498 | 2,36,614/- | 01-11-2014 | 1YR 2 MONTHS |
| 9-2013 | 215498 | 2,55,517/- | 01-11-2014 | 1YR 1 MONTH |
| 10-2013 | 215498 | 2,43,273/- | 01-11-2014 | 1 YR |

Hence an early action would need to be taken to remit the deducted premium amount in the following month and report the same to audit.

18.ANDHRA PRADESH STATE EMPLOYEES GROUP INSURANCE SCHEME MONTHLY PREMIUM AMOUNTS DEDUCTED FROM THE SALARIES OF THE INDIVIDUALS - BUT, NOT REMITTED TO GOVT. HEAD INTIME - IRREGULAR- NEEDS EARLY REMITTANCE.

During the course of audit, it is noticed that the APSE GIS Monthly premium amount were deducted from the Salaries of the Individuals. But, deducted amounts were not remitted to state funds with in time. The amount is kept under DDO A/c for long standing which is irregular and this is loss to the individuals. The details are hereunder.

| Months | Amount Deducted | Remitted Date | Challan No. | Delay |
|-------------------|-----------------|---------------|-------------|------------------------------------------------------|
| 1-2014 to 4-2014 | 1,41,853/- | 24-9-2014 | 69738 | 4M 23 days to 7M 23 days |
| 5-2014 to 8-2014 | 1,38,723/- | 5-1-2015 | 110402 | 4M 4 days to 7M 4days |
| 9-2014 to 12-2014 | 1,33,959/- | 13-3-2015 | 138905 | 2M 12 days to 5M 2days |
| 1-2015 to 3-2015 | 1,04,295 | 4-7-2015 | 42166 | 3M 6days to 5M 6days |
| 4-2015 to 7-2015 | 1,31,715/- | 18-9-2015 | 72727 | 1M 17 days to 8M 17 days |
| 8-2015 to 9-2015 | 65,385/- | 24-11-2015 | 105585 | 1M 23dyas to 2M 23 days |
| 10-2015 to 1-2016 | 1,45,250/- | 4-4-2016 | 585 | 2M 3days to 5M 3days remitted by (2016-17 on Fyr) |

Hence, early action would need to be taken to remit the Deducted Monthly premium amount in the following Month and report compliance to Audit.

19.APSE GIS 1984 - GIS MONTHLY SUBSCRIPTIONS LESS/EXCESS RECOVERED FROM THE SALARIES OF THE INDIVIDUALS WIHTOUT FOLLOWING THEIR ELIGIBILITY - GIS MONTHLY SUBSCRIPTION NOT RECOVERED FROM THE SALARIES OF CERTAIN EMPLOYEES - IRREGULAR - NEEDS IMMEDIATE ACTION.

As per G.O.Ms.No.225 for (Admn-II) Dept. dt. 22-06-2010 the Govt implemented the Revised slab rates from the salaries 6/2010 paid by 7-2010.

During the course of Establishment Audit, it is noticed that the following individuals are remitted Less/Excess, Monthly Subscription under APSEGIS 1984 Scheme without following the Govt. Guidelines which is irregular. The same may be recovered from the salaries of the individuals and remitted to state funds and report compliance to Audit.

| S.No. | Name & Designation | T.S. | Already recovered | To be recovered | dept |
|--------------------------------------------|------------------------------------------------------------|-------------|-------------------|-----------------|------|
| ACCOUNT SECTION | | | | | |
| 1 | Sri D.Venkateswara Rao, Sr.Asst., Code : 3475 | 2440-71510 | 30/- | 60/- | 30/- |
| 2 | Sri I. Madhu Jagan Mohan Rao- Jr. Asst., Code : 4758 | 17890-53950 | 15/- | 30/- | 15/- |
| 3 | Sri G.Prakash Sagar- Jr. Asst., Code : 5811 | 18400-55410 | 15/- | 30/- | 15/- |
| CITIZEN CHARTER CENTER | | | | | |
| 4 | Smt. S.Vijayalakshmi, Supdt., Code 3501 | 28940-78910 | 30/- | 60/- | 30/- |
| 5 | Sri A.V.Prasadha Rao, Jr.Asst., Code 3819 | 17890-53950 | 15/- | 30/- | 15/- |
| 6 | Sri T.V.Prasad, Jr. Asst, Code : 6448 | 16400-49870 | 15/- | 30/- | 15/- |
| 7 | Smt M. Hemalatha, Jr.Asst., Code : 4344 | 16400-49870 | 15/- | 30/- | 15/- |
| CENTRE PRO SECTION | | | | | |
| 8 | Sri G.Siva Ramakrishna Jr. Asst., Code No : 5110 | 16400-49870 | 15/- | 30/- | 15/- |
| 9 | Sri P.V.N.Muralikrishna Jr. Asst., Code No : 6168 | 17890-53950 | 15/- | 30/- | 15/- |
| 10 | Sri G.V.Maruthi Sarma, Bill Collector, Code No : 4503 | 16400-49870 | 15/- | 30/- | 15/- |
| | | | | | |
| CENTRE : DEPT. STAFF OF RGMS | | | | | |
| 11 | Sri V.Sivaiah, Work Inspector, Code No.: 3781 | 24440-71510 | 15/- | 60/- | 45/- |
| 12 | Sri R.S.S.Prasad, Work Inspector, Code No.:4313 | 16400-49870 | 15/- | 30/- | 15/- |
| CENTRE : CHEMIST -CUM SUPDT. | | | | | |
| 13 | Sri J. Ramakoteswara Rao Chemist-cum-Supdt. Code : 3646 | 40270-93780 | 60/- | 120/- | 60/- |
| CENTRE : CIRCLE OFFICE-I (Out door) | | | | | |
| 14 | Smt. I.Vijayalakshmi Supdt. Code No.: 0015 | 28940-78910 | 30/- | 60/- | 30/- |
| 15 | Sri V. Srinivas Jr.Asst., Code No.:4778 | 17890-53950 | 15/- | 30/- | 15/- |
| CENTRE ; 348 AE-12 (PUBLIC WORK) | | | | | |
| 16 | Sri Ch. Ramakoteswara Rao Work Inspector,Code No.:3772 | 23100-67990 | 15/- | 60/- | 45/- |
| 17 | Sri M.Pothu Raju Work Inspector, Code No.:4413 | 16400-49870 | 15/- | 30/- | 15/- |

| CENTRE 423 : CIRCLE OFFICE-I (OUT DOOR) | | | | | |
|-----------------------------------------|----------------------------------------------------------------------|-------------|------|------|------|
| 18 | Sri P.V.Nanchara Rao Bill-collector, Code No.: 1516 | 16400-49870 | 15/- | 30/- | 15/- |
| 19 | Sri D.Rambabu, Jr. Asst. Code No.:2045 | 16400-49870 | 15/- | 30/- | 15/- |
| CIRCLE 432 : HORTICULTURE SECTION | | | | | |
| 20 | Smt V. Sri uma Maheswari, Jr. Asst. Code No.: 5184 | 18400-55410 | 15/- | 30/- | 15/- |
| 21 | Sri M.Durga Prasadha Rao, Park Supervisor Gr-II, Code No.:4289 | 16400-49870 | 15/- | 30/- | 15/- |
| 22 | Sri M.Venkateswalu, Park Supervisor Gr-II, Code No.:1803 | 21230-63010 | 15/- | 30/- | 15/- |
| 23 | Sri G.Ramana, Park Supervisor Gr-II, Code No.:3925 | 21230-63010 | 15/- | 30/- | 15/- |
| CENTRE 422: CIRCLE OFFICE -I (OUT DOOR) | | | | | |
| 24 | Sri G.Ramesh Babu Work Inspector, Code No.:1734 | 23100-67990 | 30/- | 60/- | 30/- |
| 25 | Sri G.Ch. Apparao, Work Inspector, Code No.: 4665 | 18400-55410 | 15/- | 30/- | 15/- |

Further, the following Employees were remitted excess subscription from their salaries. This is Loss to the individuals, They are not eligible for 'C' group. They eligible 'D' group only i.e., Rs. 15/- Subscriptions per month.

| A.E.-II (WATER SUPPLY) | | | | | |
|--------------------------------|-----------------------------------------------------|-------------|------|------|------|
| 26 | J.Srinivasa Rao, Watch Man, Code No.: 4194 | 13780-42490 | 30/- | 15/- | 15/- |
| 27 | K.Nageswara Rao Fountain Cleaner, Code No.: 4321 | 13780-42490 | 30/- | 15/- | 15/- |
| 28 | K.Tata Rao, Fountain Cleaner, Code No.: 4323 | 13780-42490 | 30/- | 15/- | 15/- |
| 29 | N.Srinivasa Rao Fountain Cleaner, Code No.: 4324 | 13780-42490 | 30/- | 15/- | 15/- |
| 30 | K.YeduKondalu, Fountain Cleaner, Code No.: 4367 | 13780-42490 | 30/- | 15/- | 15/- |
| 31 | K.Durga Rao, Meter reader, Code No.: 4325 | 15460-40330 | 30/- | 15/- | 15/- |
| 32 | P.Dhanaiah, Gr-II Pipeline fitter, Code No.:4117 | 13390-41380 | 30/- | 15/- | 15/- |
| CENTRE 458 : PH OUT DOOR S.I., | | | | | |
| 33 | N.Venkata Ramana Code No.:3698 | | 15/- | 30/- | 15/- |

| | | | | | |
|----|-------------------------------------------------|--|------|------|------|
| 34 | Syed Surajuddin, S.I., Code No.:3754 | | 15/- | 30/- | 15/- |
| 35 | T.Brahmaiah, S.I., Code No.: 3755 | | 15/- | 30/- | 15/- |
| 36 | K.Venkateswara Rao, S.I., Code No.: | | 15/- | 30/- | 15/- |
| 37 | Kandhula Venkateswarlu S.I., Code No.: 4449 | | 15/- | 30/- | 15/- |
| 38 | T.Prasadha Rao, S.I., Code No.: 4449 | | 15/- | 30/- | 15/- |
| 39 | N.Balaji Srinivasamurthy S.I., Code No.:5210 | | 15/- | 30/- | 15/- |
| 40 | P.Krupanandham, J.A., Code No.: 5501 | | 15/- | 30/- | 15/- |
| 41 | I.Jagadeeswara Prasad J.A., Code No.: 6427 | | 15/- | 30/- | 15/- |
| 42 | K.Srinivasa Rao J.A., Code No.: 5155 | | 15/- | 30/- | 15/- |

The GIS Monthly Subscription was not remitted from the salaries of following individually

| | | | |
|-----|----------------------------|-----------------------------------------------------------------------|--------------------------------|
| 43. | Sri P.Madhu Kumar | Asst. City Planner | Code No : 7211 Centre : 445 |
| 44. | Sri A.Rama Krishna | Deputy Executive Engineer Centre : 360 | Code No : 7061 |
| 45. | Sri B.Narasimha Rao | Deputy Executive Engineer Centre : 360 (EEIV under ground Lain) | Code No : 7154 |
| 46. | Sri D.Venkatalaxmi | Deputy Commissioner | Code No : 7152 Centre : 487 |
| 47. | Sri Gudise Victor Babu | Estate Officer | Code No :7216 Centre : 469 |
| 48. | Sri G.S.V.V.S.V.N.V.Prasad | Deputy Exe.Engineer (EEV) | Code No : 6995 Centre : 363 |
| 49. | Sri P.Police | Dy.Exe.Engineer | Code No : 7244 |
| 50. | Sri K.Rama Mohan Rao | Executive Engineer | Code : 7242 |
| 51. | Sri A.Nooka Raju, | Biologist | Code No. : 7057 |
| 52. | Sri K.Koteswara Rao | Dy.Exe.Engineer | Code No : 4384 |
| 53. | Sri S.V.Choudary | Regional fire officer | Code No.: |
| 54. | Sri Ch. Dhanunjaya | Executive Engineer | Code No.: 6353 |
| 55. | Sri Md.Imam Mohiddin | Superintending Engineer | Code No : 7190 |

20. CHEQUE/DD AMOUNT RS 100000 .00 DEPOSITED NOT REALISED NEEDS RECTIFICATION code no.9

On verification of Cheque/DD received details in computer system for the year 2014-2015 it is observed that an amount of Rs 100000=00 was sent to bank for clearing but the amount was deposited in bank and amount was not realized. Therefore Early action would need to be taken to realize the Cheque amount early and fact intimated to audit.

| | | | | |
|-----------------|-----------------|-------------|--------------|----------------|
| Type of Receipt | Bank and Branch | paid Name | DD/Cheque NO | DD/Cheque date |
| Non-Taxes | City Bank | ATC Telecom | 089574 | 3-2-2015 |
| | | Tower | | |

| | | |
|-----------|--------|-----------------|
| Status | Amount | Bank Account No |
| Deposited | 100000 | SBI, VMC Branch |
| | | 10442746881 |

21. CHEQUES /DDS RETURNED WITHOUT REALISATION-NEEDS RECTIFICATION. Code no.9

On verification of Cheques /Demand drafts received details in computer System for the year 2014-2015 it is observed that 16227 Cheques /DDs received and realized in concerned bank accounts amounting to Rs 149,28,24,437.47 towards Taxes ,Non –Taxes ,Markets. It could not be verified whether all the cheques/DDs were credited in concerned bank, since the connected Scrolls not produced to audit.

The following 170 number of Cheques/DDs were bounced amounting to Rs 63, 91,407.00 in respect of Taxes, Non Taxes and Markets .But the bounced Cheque amounts recovered from the parties/institutions and credited particulars were not shown in audit and connected files were also not produced to Audit .Therefore Early action would need to be taken to credit the returned cheques/DDs to concerned bank accounts and fact intimated to audit.

TAXES

| SL.No | Cheque /DD No | Date | Amount |
|-------|---------------|------------|--------|
| 1 | 000171 | 31-3-2014 | 16527 |
| 2 | 423477 | 11-8-2014 | 450 |
| 3 | 602322 | 16-6-2014 | 487 |
| 4 | 659607 | 10-5-2014 | 560 |
| 5 | 659606 | 10-5-2014 | 560 |
| 6 | 000003 | 20-1-2015 | 35109 |
| 7 | 330307 | 25-11-2014 | 7197 |
| 8 | 064800 | 16-3-2015 | 26148 |
| 9 | 009432 | 31-3-2015 | 4662 |
| 10 | 031428 | 31-3-2014 | 8246 |
| 11 | 001251 | 20-10-2014 | 17259 |
| 12 | 778059 | 24-3-2015 | 2035 |
| | | Total | 119240 |
| | NON- | | |

| | | | |
|----|--------|------------|---------|
| | TAXES | | |
| 13 | 885808 | 25-3-2014 | 19000 |
| 14 | 000001 | 24-4-2014 | 4215 |
| 15 | 016543 | 9-7-2014 | 223250 |
| 16 | 000122 | 9-7-2014 | 222000 |
| 17 | 000123 | 9-7-2014 | 222000 |
| 18 | 000167 | 16-7-2014 | 4761 |
| 19 | 571207 | 25-6-2014 | 2411266 |
| 20 | 893144 | 21-7-2014 | 620 |
| 21 | 888194 | 18-6-2014 | 800 |
| 22 | 090032 | 5-8-2014 | 71033 |
| 23 | 119917 | 20-8-2014 | 47342 |
| 24 | 249155 | 5-5-2014 | 72000 |
| 25 | 995916 | 22-12-2014 | 33000 |
| 26 | 165611 | 26-8-2014 | 142100 |
| 27 | 936602 | 31-10-2014 | 244000 |
| 28 | 465884 | 15-11-2014 | 200 |
| 29 | 465885 | 15-11-2014 | 200 |
| 30 | 195104 | 1-2-2015 | 361 |
| 31 | 165092 | 21-2-2015 | 1208 |
| 32 | 007187 | 23-2-2015 | 361 |
| 33 | 000052 | 24-2-2015 | 1810 |
| 34 | 159542 | 25-2-2015 | 9480 |
| 35 | 934730 | 23-2-2015 | 18951 |
| 36 | 930560 | 26-2-2015 | 1810 |
| 37 | 263232 | 26-202015 | 746 |
| 38 | 153281 | 26-2-2015 | 47342 |
| 39 | 005444 | 26-2-2015 | 361 |
| 40 | 005445 | 26-2-2015 | 361 |
| 41 | 005446 | 26-2-2015 | 361 |
| 42 | 005447 | 26-2-2016 | 361 |
| 43 | 005448 | 26-2-2016 | 361 |
| 44 | 005449 | 26-2-2016 | 361 |
| 45 | 005450 | 26-2-2015 | 361 |
| 46 | 005451 | 26-2-2015 | 361 |
| 47 | 005452 | 26-2-2016 | 361 |
| 48 | 005453 | 26-2-2015 | 361 |
| 49 | 005436 | 26-2-2015 | 361 |
| 50 | 052346 | 26-2-2015 | 9502 |
| 51 | 693086 | 27-2-2015 | 29698 |
| 52 | 936616 | 24-2-2016 | 244000 |
| 53 | 015682 | 16-3-2015 | 265307 |
| 54 | 181476 | 5-2-2015 | 702 |
| 55 | 001113 | 6-2-2015 | 702 |
| 56 | 002203 | 30-3-2015 | 625 |
| 57 | 449596 | 10-2-2015 | 702 |
| 58 | 156298 | 12-2-2015 | 14225 |
| 59 | 000001 | 12-3-2015 | 372 |
| 60 | 679867 | 14-3-2015 | 14221 |
| 61 | 098510 | 25-2-2015 | 757 |
| 62 | 413521 | 21-2-2015 | 2271 |
| 63 | 567245 | 28-2-2015 | 25243 |
| 64 | 100478 | 28-2-2015 | 1000 |
| 65 | 022364 | 28-2-2015 | 746 |

| | | | |
|-----|---------|------------|---------|
| 66 | 256864 | 28-2-2015 | 14232 |
| 67 | 259669 | 28-2-2015 | 47342 |
| 68 | 116495 | 15-2-2015 | 746 |
| 69 | 078367 | 2-3-2015 | 9502 |
| 70 | 490046 | 28-2-2015 | 757 |
| 71 | 490047 | 2-3-2015 | 504 |
| 72 | 472163 | 28-2-2015 | 504 |
| 73 | 345246 | 2-3-2015 | 47342 |
| 74 | 000201 | 11-3-2015 | 23680 |
| 75 | 034699 | 20-3-2015 | 39455 |
| 76 | 062274 | 27-3-2015 | 47342 |
| 77 | 167607 | 26-3-2015 | 746 |
| 78 | 248995 | 31-3-2015 | 71000 |
| 79 | 000169 | 22-11-2014 | 1626 |
| 80 | 000155 | 22-11-2014 | 1043 |
| 81 | 157144 | 12-2-2015 | 757 |
| 82 | 016544 | 9-7-2014 | 223000 |
| | | Total | 4943478 |
| | MARKETS | | |
| 83 | 000037 | 2-4-2014 | 8088 |
| 84 | 601042 | 2-1-2014 | 7200 |
| 85 | 000359 | 1-4-2014 | 2900 |
| 86 | 015874 | 1-4-2014 | 2900 |
| 87 | 052321 | 1-4-2014 | 7489 |
| 88 | 564730 | 31-3-2014 | 8388 |
| 89 | 951667 | 2-5-2014 | 2496 |
| 90 | 852722 | 2-5-2014 | 5004 |
| 91 | 852723 | 2-5-2014 | 5004 |
| 92 | 816896 | 1-6-2014 | 1659 |
| 93 | 499895 | 11-3-2014 | 7974 |
| 94 | 354578 | 1-6-2014 | 8613 |
| 95 | 816909 | 1-7-2014 | 1659 |
| 96 | 177911 | 30-6-2014 | 1659 |
| 97 | 816911 | 1-7-2014 | 2900 |
| 98 | 815090 | 1-7-2014 | 7105 |
| 99 | 000097 | 1-8-2014 | 4495 |
| 100 | 000096 | 1-8-2014 | 7676 |
| 101 | 985156 | 1-8-2014 | 5993 |
| 102 | 030052 | 1-8-2014 | 1448 |
| 103 | 033433 | 5-8-2014 | 6257 |
| 104 | 000109 | 6-8-2014 | 21560 |
| 105 | 558360 | 10-7-2014 | 5000 |
| 106 | 558361 | 10-8-2014 | 5000 |
| 107 | 000113 | 22-8-2014 | 21560 |
| 108 | 742097 | 15-7-2014 | 42630 |
| 109 | 000476 | 1-9-2014 | 8388 |
| 110 | 601964 | 1-9-2014 | 4495 |
| 111 | 601965 | 1-9-2014 | 2503 |
| 112 | 000666 | 1-9-2014 | 8388 |
| 113 | 985157 | 2-9-2014 | 5995 |
| 114 | 091973 | 1-10-2014 | 5004 |
| 115 | 780318 | 1-10-2014 | 5993 |
| 116 | 000109 | 10-10-2014 | 2496 |
| 117 | 098266 | 15-10-2014 | 125412 |

| | | | |
|-----|--------|------------|---------|
| 118 | 001591 | 1-11-2014 | 7489 |
| 119 | 112732 | 1-12-2014 | 5004 |
| 120 | 564742 | 2-12-2014 | 8388 |
| 121 | 081375 | 2-12-2014 | 1659 |
| 122 | 001149 | 8-12-2014 | 4458 |
| 123 | 000240 | 1-1-2015 | 1423 |
| 124 | 000059 | 28-12-2014 | 5993 |
| 125 | 879411 | 7-4-2014 | 26292 |
| 126 | 339621 | 28-5-2014 | 48690 |
| 127 | 214301 | 5-5-2014 | 2931 |
| 128 | 214302 | 5-5-2014 | 2931 |
| 129 | 493961 | 5-5-2014 | 12360 |
| 130 | 440747 | 4-1-2014 | 15730 |
| 131 | 468501 | 29-5-2014 | 13000 |
| 132 | 596106 | 4-7-2014 | 11615 |
| 133 | 891254 | 8-7-2014 | 10186 |
| 134 | 770642 | 21-7-2014 | 12130 |
| 135 | 000128 | 26-7-2014 | 47822 |
| 136 | 197473 | 1-8-2014 | 10495 |
| 137 | 624501 | 4-8-2014 | 8390 |
| 138 | 616575 | 4-8-2014 | 16105 |
| 139 | 622721 | 3-9-2014 | 5600 |
| 140 | 589803 | 4-9-2014 | 12000 |
| 141 | 123908 | 30-9-2014 | 47822 |
| 142 | 000132 | 30-9-2014 | 47918 |
| 143 | 000070 | 20-9-2014 | 35840 |
| 144 | 000299 | 30-9-2014 | 70669 |
| 145 | 271329 | 17-10-2014 | 62104 |
| 146 | 456704 | 31-10-2014 | 30102 |
| 147 | 259548 | 3-11-2014 | 44944 |
| 148 | 504997 | 1-11-2014 | 30000 |
| 149 | 504998 | 1-11-2014 | 35000 |
| 150 | 000124 | 4-11-2014 | 8389 |
| 151 | 618191 | 25-10-2014 | 11425 |
| 152 | 000071 | 27-10-2014 | 2111 |
| 153 | 023913 | 5-11-2014 | 23910 |
| 154 | 516128 | 1-9-2014 | 300 |
| 155 | 501942 | 27-10-2014 | 46641 |
| 156 | 501943 | 28-10-2014 | 41458 |
| 157 | 782113 | 3-12-2014 | 2908 |
| 158 | 000140 | 5-12-2014 | 23959 |
| 159 | 000083 | 5-12-2014 | 17920 |
| 160 | 078616 | 5-1-2015 | 8778 |
| 161 | 000141 | 5-1-2014 | 23959 |
| 162 | 001159 | 26-2-2015 | 5396 |
| 163 | 386188 | 28-2-2015 | 5993 |
| 164 | 182433 | 26-2-2015 | 2996 |
| 165 | 069214 | 27-2-2015 | 5604 |
| 166 | 182503 | 27-2-2015 | 3505 |
| 167 | 001168 | 27-2-2015 | 3505 |
| 168 | 001166 | 27-2-2015 | 5604 |
| 169 | 505317 | 5-3-2015 | 7407 |
| 170 | 669345 | 16-3-2015 | 10509 |
| | | Total | 1328689 |

22. CHEQUES REALISED BUT NOT CREDITED IN CONCERNED BANK ACCOUNT **code no.9**

As verified from the Cheques/DDs received details in computer System for the year 2014-2015 it is observed that the following cheques/DDs amounts were shown as realised but the details of bank accounts in which the amounts credited were not noted in concerned column. In the absence of the same the amounts credited in which bank could not be verified in audit .Therefore early action would need to be taken to show the bank account number in which Cheques /DDs credited in concerned column. The loss if any caused in this regard would need to be made good from the person or persons responsible.

| Sl No | Cheque/DD No | Cheque Status Date | Amount |
|-------|--------------|--------------------|--------|
| 1 | 500828 | 12-4-14 | 5004 |
| 2 | 002510 | 16-4-14 | 2496 |
| 3 | 853241 | 17-5-14 | 1423 |
| 4 | 614600 | 15-5-14 | 7489 |
| 5 | 502412 | 21-5-14 | 2697 |
| 6 | 087147 | 21-2-15 | 9759 |
| 7 | 181705 | 9-2-15 | 5058 |
| 8 | 181638 | 21-2-15 | 5376 |
| 9 | 128722 | 21-11-14 | 1500 |
| 10 | 679478 | 29-12-14 | 5100 |
| 11 | 172048 | 27-11-14 | 6732 |
| 12 | 996899 | 23-3-15 | 13134 |
| 13 | 996349 | 21-2-15 | 33000 |

23. CHEQUE AMOUNTS SHOWING AS REALISED – NOT TRACED IN CONNECTED BANK SCROLLS **code no.9**

On verification of cheques/Demand drafts received details in Computer system for the year 2014-15, it is observed that the following cheques showing as realized in concerned bank accounts. But the cheque amounts were not traced in connected bank scrolls. The loss if any sustained to the Municipal Corporation funds would need to be recovered from the person or persons responsible.

| Particulars of cheque | Cheque No | Amount | Cheque date | Cheque status (realization) | Bank account No. |
|-----------------------------------------------|-----------|--------|-------------|-----------------------------|------------------|
| BSNL | 887648 | 109452 | 26-03-2014 | 03-04-2014 | 10442746881 |
| Commissioner of Police | 502230 | 103054 | 23-02-2015 | 27-02-2015 | 10442742934 |
| N.srihari Rao, IOB | 108570 | 86609 | 30-09-2014 | 30-10-2014 | 10442742934 |
| Tummalapalli Annapurnamma Students Home Trust | 820403 | 100000 | 24-03-2015 | 31-03-2015 | 10442742934 |
| Siddhartha Medical College | 824349 | 285826 | 12-03-2015 | 20-03-2015 | 10442742934 |
| Karur vysya Bank GHN Babu | 924138 | 76422 | 27-03-2014 | 15-04-2014 | 10442746881 |
| Durga Enterprises | 502014 | 40000 | 02-05-2014 | 12-05-2014 | 220/778 |

24.TOWN PLANNING – NON PRODUCTION OF BUILDING APPLICATIONS AND ENCROACHMENTS AND OTHERS RECORDS – NEEDS IMMEDIATE ACTION. **Code no.9**

All the functions would be reflected on the record when they were accounted for as per the provisions contained in AP Accounts Code, which comprises the Comptroller and Auditor General (C&AG) rules together with the local rulings relating to Local variation in accounts procedure. These initial accounts are to be kept ready and should have to be produced to Audit for verification. Then only the transparency in incurring of public money and their utility to the General Public can be reasonably judged.

Such an important function on the part of the Drawing and Disbursing Officers in the maintenance and production of records to audit is not properly being discharged. Thereby the main access to clear the doubt of transparency in public expenditure has not been availed. In spite of all these guidelines and instructions the DDOs have failed to maintain the records and to produce the same to Audit whenever the local teams visited their institutions. Further it is surprising to note that the heads of the institutions could not explain why the records could not be maintained in the office and produced whenever they are being demanded by the audit parties and other agencies during their local visits.

The financial health of an institution depends upon the quality of the records that are being maintained to show the accountability of the financial transactions that occur in the institution. Though several half margin letters issued for production of the required record, the Executive Authorities did not comply which resulted in inaccessibility to the records and raising of paras to that extent.

Due to non production of the following records in Town Planning Section the correctness of the collections made and balance left cannot be ascertained in audit. The loss if any sustained due to this omission would need to be made good from the person or persons responsible and credited to Municipal Corporation funds under intimation to this department without fail.

- In Vijayawada Municipal Corporation there are around 3000 building applications files, only 50 files were produced to audit. Hence the maintenance and production of records is very poor in corporation.
- The lists of encroachments in the municipal area was not got prepared by the municipal outdoor staff / Building inspector and verified by the Commissioner. The encroachments were not got classified as objectionable or non objectionable by the municipal commissioner and got approved by the Municipal Corporation and the District Collector all the objectionable encroachments should be removed and the unobjectionable encroachments licensed under Section 193 of the Municipal Act, 1965, duly collecting the requisite fee.
- Town Planning Assets Register.
- Due to Non production of layout register there is a chance for disposal of layouts.

There is every chance for fraud and misappropriation of funds. As stated in Rules 5 and 6 of the State Audit Rules framed under State Audit Act 1989, the Executive Authorities are responsible for preparing and production of Annual Accounts and produce records for audit. The failure of the Executive Authorities in discharging the above function defeated the very purpose of audit and thereby there is chance for fraud and misappropriation of the funds of the institution.

25. TOWN PLANNING – EXPIRY OF LICENSE PERIOD – NOT RENEWED BY LICENSE CIVIL ENGINEER – NEEDS ACTION. **Code no.9**

During the audit of Town Planning Wing of Vijayawada Municipal Corporation, it is noticed that, the License Civil Engineer Sri S. Siva Prasad, whose License No. 7/2008 was expired by the date: 31-03-2011. But the License Civil Engineer has not renewed his license and is being certifying the Plan (Blue Print) as notified in B.A No. 01309/2014 of Smt B. Chittemma which is highly irregular and loss to the funds of the Corporation. Moreover the Plans cannot be treated as certified by the license civil engineer without renewals of the license No. of the License Civil Engineer.

Hence, immediate action is called for by the concerned authorities to trace out such un-authorized License Civil Engineers and to take appropriate action against such persons under intimation to audit. The loss if any occurred in this regard would need to be made good from the person or persons responsible.

26. BUILDING PERMIT / LICENSE FEES – REJECTED – BUILDING APPLICATION – RESUBMITTED – IRREGULARITIES NOTICED. **Code no.9**

During the course of audit, it is noticed that one Sri P. Naga Raju has submitted building application to the corporation and he has paid the initial building permit / license fees of Rs. 10,000/- vide challan No. 17502444, dated: 24-12-2013, this application was rejected for the reason that, the set back measurements in submitted plans are not tallied vide Letter Dis No. G-6, BA No. 2784/2013, dated: 02-01-2014. Again the individual has paid an amount of Rs. 150/- for building application resubmission fees vide Challan No. 15006070, dated: 03-04-2014. But the individual has not paid the building permit / license fee of Rs. 10,000/- due to foregone of Rs. 10,000/- already paid which is contrary to the provisions laid down at Para 19 (a) of G.O Ms. No. 168 Municipal Administration and Urban Development (M) Department, dated: 07-04-2012 are here under which is highly irregular.

Again the building application was returned due the TDR Bonds are under litigation in the Court. Again the individual has paid an amount of Rs. 250/- for building application resubmission fees vide Challan No. 17503066, dated: 18-01-2014, later the building permission was accorded with a condition of payment of Vacant Land Tax for the year 2014 as Vacant Land Tax was already paid upto 2013.

As seen from the above case the following irregularities are noticed.

1. An amount of Rs. 10,000/- was not paid towards Building Permit / License Fees on resubmission of Building Application.
2. The Building Application was approved inspite of Court Litigations and other lapses in the Building Application.

Furthermore, out of 3274 building applications around 50 building applications were produced to audit. In the absence of production of all files audit cannot pointed out the irregularities that may occur in the remaining files. Hence, immediate action is called for to produce the all files to audit and to take appropriate action against the municipal authorities for the above stated irregularities under intimation to audit.

27.GUIDELINES ON TRANSFERABLE DEVELOPMENT RIGHT – NOT FOLLOWED – HIGHLY IRREGULAR – NEEDS ACTION.

The provisions relating to grant of Transferable Development Right laid down in Para No. 17 of G.O Ms. No. 168 Municipal Administration and Urban Development (M) Department, dated: 07-04-2012 are as detailed below.

GRANT OF TRANSFERABLE DEVELOPMENT RIGHT:

- (a) Transferable Development Right” (TDR) can be awarded only when such lands are transferred to the local body / Urban Development Authority as the case may be by way of registered gift deed. The award would be in the form of a TDR certificate issued by the Competent Authority / Sanctioning Authority.
- (b) Grant of TDR can be considered by the Competent Authority / Sanctioning Authority for the following areas subject to the owners complying with the conditions of development above, as per the following norms:
 - (i) For the Master Plan Road / Road Development Plan undertaken and developed: equivalent to 200% of built up area of such area surrendered. For conservation and development of lakes / water bodies / nalas foreshores & Recreational buffer development with greenery,

etc: equivalent to 100% of built up area of such recreational buffer area developed at his cost.

- (ii) For Heritage buildings and heritage precincts maintained with adaptive reuse: equivalent to 100% of built up area of such site area.
- (c) The TDR may be arrived at on the basis of relative land value and equivalent amount in both export and Import areas, as per the Registration Department records. The Competent Authority shall have the discretion in the matter of applicability of TDR. The TDR shall not be allowed in unauthorized buildings / structures / constructions and shall be considered only after the land is vested with the local authority / UDA. The TDR certificate issued would be valid or utilized / disposed only within the concerned local body area and as per guidelines and conditions prescribed.

(d) GUIDELINES ON TRANSFERABLE DEVELOPMENT RIGHT:

In order to adopt uniform guidelines throughout the State the following conditions and guidelines are prescribed.

- (i) As and when the owner of the building intends to construct the building in the remaining area of the site, he is entitled to construct the building as per the provisions of these Building Rules. In the event the owner doesn't take up any construction, the owner is entitled for TDR which can be used or disposed depending on convenience.
- (ii) A composite Register shall be maintained by the Sanctioning Authority as per the proforma enclosed at **Annexure-VIII** on the award of TDR and its sale / disposal and utilization. A responsible officer shall be the custodian of the Register.
- (iii) At the time of sale / disposal / utilization of a particular TDR, the utilization details of the sale / disposal need to be entered at relevant columns in the register and that therefore the relevant file need to be referred to the custodian of the Register for making necessary entries in the register. The custodian is held responsible to enter relevant details in the register and also to enter utilization details in the TDR. When TDR Certificate is sold / utilized totally, the same shall be surrendered by the owners and the custodian shall take possession of the Certificate and make necessary entries in the register. As per Government Orders, TDR award is to be arrived on the basis of relevant land value at both export and import areas as per prevailing Registration value.
- (iv) TDR can either be sold or can be utilized by the same owner depending on convenience.
- (v) TDR can be allowed to be utilized for construction of one additional floor over the normal permissible floors without insisting additional setbacks subject to compliance of other norms.
- (vi) Every TDR sold or disposed shall be accompanied by a prescribed agreement on Rs. 100/- non-judiciary stamp paper between the person disposing the TDR and the person who intend to utilize the TDR. Draft agreement as per **Annexure - XI**.

(e) DOCUMENTS REQUIRED WITH APPLICATION FOR GRANT OF TRANSFERRABLE DEVELOPMENT RIGHT CERTIFICATE:

Application to be made by owner in the prescribed format giving the following details:

- (i) Name of the owner with clear address, contact phone number, etc.
- (ii) Copy of the ownership documents along with clear site plan and location plan.
- (iii) Site Plan showing the land surrendered, its extent, location with dimensions.
- (iv) Building permission Plan for the site by the urban local body.

- (v) Details of Building permission granted / applied for like use or purpose of building, number of floors permitted, all-round setbacks, floor area permitted and utilized, parking area 24 permitted; etc.
- (vi) Whether already benefit of relaxations been utilized for the site?
- (vii) Whether any Court case is pending against Urban Local Body?
- (viii) Land value of the site where TDR is to be availed (latest copy from concerned Sub Registrar to be enclosed)
- (ix) TDR admissible in terms of sq.m and equivalent land value.

In spite of above specific instructions on Transferable Development Right, during audit of Vijayawada Municipal Corporation one case is noticed in which the above procedures were not followed. The details of the case are here under.

Applicant Name: Sri Cherukuri. Murali Mohan, B.A No. 1102/2014.

T.D.R Bond Details: Smt Gadde Sarojini – 132.22 Sq.Yds of Maruthi Nagar, D. No. 31-23-1A, Karlmarx Road, Eluru Road.

Bond Transfer Details:

1. Smt Gadde Sarojini to Sri Poonam Venkata Dheeraj.
2. Sri Poonam Venkat Dheeraj to Sri Varada Sridhar.
3. Sri Varada Sridhar to Smt Yalamanchili Swathi.
4. Smt Yalamanchili Swathi to Sri R. Srinivasa Rao
5. Sri R. Srinivasa Rao to Sri Cherukuri Murali Mohan.

Further, there may be several such cases since the entire files relating to TDR for the year 2014-15 could not be produced to audit. In the absence of production of records, audit could not point out the any other irregularities that might have been occurred. Hence, immediate action is called for to produce all the related records relating to TDR to audit and also to take immediate action against the Municipal Authorities for the lapses in the above pointed out case under intimation to audit.

General works

28. PAYMENT MADE TO THE CONTRACTOR, EVEN THOUGH 3RD PARTY QUALITY CONTROL CERTIFICATE WAS NOT PRODUCED. RS.1,33,943.00 code no.9

As verified from the work file relating to work “ Providing MS Collapsible gate at east, west side and also at TP Section in Vijayawada municipal corporation ” work was entrusted to the contractor sri A.Nageswara rao.

The payment was made to the contractor even though he did not submit the 3RD party quality control certificate, the contractor and Engineer in charge are responsible for the quality of construction. The external agency if any engaged should conduct the Quality control test as per the standard procedure mentioned in G.O.Ms.No.94 ,I& CAD dept. Dated. 01-07-2003. The observations of the external agency on the quality of the work should be obtained by the engineers, then only the payment should be made . But the same was not done , which is irregular. There fore it is held under objection.

Hence early action would need to be taken to produce the quality control certificate for verification in audit. The loss if any sustained in this regard would need to be recovered from the person or persons responsible.

| | | | |
|---------------------|------------------------------------------------------------------------------------------------------------------|-------------------------------------------------------|---------------|
| Vr.no 2417/9-7-2014 | WORK: Providing MS Collapsible gate at east,west side and also at TP Section in Vijayawada municipal corporation | File no EE1 Rc E6 - 120726/2012 M.Book no.22/2012-13. | RS. 133943.00 |
|---------------------|------------------------------------------------------------------------------------------------------------------|-------------------------------------------------------|---------------|

29. SHORT COLLECTION OF EMD AND FSD FROM THE CONTRACTOR -IRREGULAR. RS 22,557.00 code no.9

As verified from the work files relating to the work "Supply of drinking water with tankers to G+3 beneficiaries at Gangireddula dibba , it was noticed that EMD &FSD amounts were less collected from the contractor.

EMD at the rate of 1% of ECV is to be collected at the time of sale of tender documents from the each tenderor and also EMD at the rate of 1 ½ % is to be collected from the successful tenderor at the time of concluding the agreement. For the works above Rs.1,00,000.00 in value FSD will be withheld at the rate of 2.5% of value of work done from each running account bills of the contractor to ensure due performance of the contract. The EMD and FSD shall be refunded to the contractor after the end of the defect liability period of 24 months.

EMD has to be collected from the contractor 15348.00

EMD collected from the contractor 3700.00

Less EMD Collected 11648.00

FSD has to be collected from the contractor 10909.00

FSD collected from the contractor 0.00

Less FSD Collected 10909.00

| | | | |
|------------------|-----------------------------------------------------------------------------------------|------------------------------------------------------------------------|------------------------------|
| Vr.no 44/-4-2014 | WORK: Supply of drinking water with tankers to G+3 beneficiaries at Gangireddula dibba. | File no RC E12 - 130909/2013, EST. Rs.7,67,413.00, M.Book no.77/11-12. | Net amount paid. 4,36,357.00 |
|------------------|-----------------------------------------------------------------------------------------|------------------------------------------------------------------------|------------------------------|

30. WORK ENTRUSTED TO THE CONTRACTOR AT LESS RATE – NECESSARY FORMALITIES NOT OBSERVED- NEEDS ACTION: code no.9

As verified from the work file relating to work “Supply and delivery of Ferric alum for maintenance of head waterworks” at the estimates cost of 18,40,000.00 was entrusted to M/S SWATHI INDUSTRIES at 16% less.

But as per G.O.Ms.No.17 1& CAD (pw Code) Department date 6-2-2004 a Bank guarantee or a DD has to obtain From the contractor for the difference between the tendered amount and 85% of the estimated value, so that if the tenderer leaves the work in midway and the municipal corporation is forced to call for tenders for the work once again, the bank guarantee or the demand draft shall be used to finance the retendered work. But the same was not obtained and produced for audit. Hence it is irregular to entrust the work without observing the formalities required as per Government instructions.

The loss if any in this regard would need to be recovered from the person or persons responsible and made good to MPL. Funds.

| | | | |
|--------------------|-----------------------------------------------------------------------------|--------------------------------------------|------------------------------------|
| Vr.no 4450/11-2013 | WORK: Supply and delivery of Ferric alum for maintenance of head waterworks | M.Book no.22/2012-13. Est. 18,40,000.00 | Net amount paid Rs.11,18,260.00 |
|--------------------|-----------------------------------------------------------------------------|--------------------------------------------|------------------------------------|

31. EXECUTION OF WORKS AND PAYMENTS MADE – CERTAIN IRREGULARITIES AND PROCEDURAL LAPSES –
NEEDS RECTIFICATION. Code no.9

On verification of M Books and relevant work files, the following irregularities and procedural lapses have been noticed while making payment to the works executed. The defects pointed out are as follows.

1. The balance of materials purchased after utilization in each work are not being accounted for or transferred to any other work.
2. Bills are being passed separately for labour and material Components.
3. In case of Departmental execution bills are recording in the M.books separately based on the vouchers enclosed to the file. No Comprehensive bill for the; finished items executed is being laid and passed with the estimated rates. In the absence of the above bill it could not be verified and compared whether the work is executed as per the estimated quantities and rates.
4. The materials purchased are not shown in the 7F account in the M.Book and utilization is not being pointed out based on the theoretical requirement for the items executed. Hence the utilization of the materials purchased could not be verified.
5. Empty cement bags are not disposed off in sales and the sale and the sale proceeds are not being accounted for.

Hence the defects may be rectified and procedures may be followed as laid down in D Code and financial Code.

32. GENERAL WORKS – DELAY IN EXECUTION OF WORK – NO PENALTIES IMPOSED IRREGULAR: (code no.9

All the works awarded to contractors should be completed within the stipulated period of time as per the agreement conditions. The Primary concern is that the work should be completed within the agreed period and fulfilled the very purpose for which it is intended and this should be given the primary importance which is not followed by the Contractors. In respect of delays in commencement or progress or neglect of work the penalty of forfeiture of his earnest money (EMD), Security deposit and with holding of amounts need to be implemented, but it was not done by the Municipal authorities in any of the works where the agreement conditions were floated.

.

Therefore action would need to be taken against the person or persons responsible for the delay in Execution of works.

Example

1. Name of the Work : providing 150 w Hpsv lamp fittings at srinivasa nagar bank Colony in 2nd division
2. Name of the Contractor : Sri Ch.Venkata ramana
3. Estimate Value : 4,48,900.00
4. M.book no : 4/2010-11
5. Due Date for Completion of work : 13-9-2011
6. Date of Completion of work : 04-01-2012
7. Excess time taken : 3 months and 21 days.
8. Vr. No. & Date : 5731/11-14

33.Pensionary benefits were paid to retired employees, subsequently they were rejoined to duty due to enhancement of age of superannuation by the Government, but pensioner benefits paid are not remitted back by the rejoined employs -action not taken bu the municipal Authorities-irregular.(code no.9)

During the course of audit it was found that the pensioner benefits were paid to retired employees, who were retired between the periods 31-1-2015 to 31-7-2015. Subsequently they were rejoined to duty since Government has issued orders vide Go Ms no 191,MA&UD (D1) Dept.dt 31-8-2015,extending the enhancement of age of superannuation from 58 o 60 years in Andhra Pradesh employment amendment Act 2014 to the employees of Vijayawada municipal corporation w.e.f. 02-06-2014 and orders were issued with retrospective effect i.e. 02-06-2014. Rejoined employees have to remit back the drawn pensionary benefits, but they did not remit it so far , which is irregular the municipal authorities have not taken any action to recover the pensionery benefits from the rejoined Employees.

Therefore immediate action would need to be taken to recover the pensionary benefits from the rejoined employees and credited to municipal funds.

| SI No | Name of the employee& designation | Date of retirement | Date of rejoining | PPO NO | Pension drawn period | Total amount of Pensionary benefits drawn |
|-------|-----------------------------------|--------------------|-------------------|--------|----------------------|-------------------------------------------|
| 1. | Sri j.Venkateswara rao, driver | 30-6-14 | 1-9-15 | 3131 | 9/14 to 8/15 | 1378250 |
| 2 | Sri M.Aruna Kumari, social worker | 31-7-14 | 1-9-15 | 3138 | 9/14 to 8/15 | 187061 |
| 3 | Sri Mohammad Baid, PFL | 31-8-14 | 1-9-15 | 3141 | 9/14 to 8/15 | 212026 |
| 4 | Sri D.Rajendra Prasad,Electrition | 30-6-14 | 1-9-15 | 3147 | 9/14 to 8/15 | 335950 |
| 5 | Sri V,Venkateswarlu, J.A | 30-9-14 | 1-9-15 | 3152 | 10/14 to 8/15 | 118085 |
| 6 | Sri D.Krishna, F,B.O | 28-2-15 | 1-9-15 | 3164 | 3/15 to 8/15 | 135324 |
| 7 | Sri M,Venkateswarlu, Line man | 31-1-15 | 1-9-15 | 3167 | 4/15 to 8/15 | 125475 |
| 8 | Sri U.Sivaiah, W.I | 30-4-15 | 1-9-15 | 3171 | 5/15 to 8/15 | 81692 |
| 9 | Sri N.Someswara rao, W.I | 31-5-15 | 1-9-15 | 3172 | 6/15 to 8/15 | 59595 |
| 10 | Sri J.Nagendra rao, Supdt. | 31-1-15 | 1-9-15 | 3178 | 7/15 to | 55722 |

| | | | | | | |
|----|----------------------------------|---------|--------|------|-----------------|----------------|
| | | | | | 8/15 | |
| 11 | Sri B.S.S.Kumar, S.A | 30-4-15 | 1-9-15 | 3181 | 7/15 to 8/15 | 50190 |
| 12 | Sri V.Jaya ramudu, R.A | 30-4-15 | 1-9-15 | 3182 | 7/15 to 8/15 | 28672 |
| 13 | Sri S.Surya kumar,Bill collector | 30-4-15 | 1-9-15 | 3189 | 8/15 | 14822 |
| 14 | Sri CH.Veeraiah,W.I | 30-6-15 | 1-9-15 | 3191 | 8/15 | 25095 |
| | TOTAL | | | | | 2807959 |

34. Pensions-Register of Pension payment orders and register of commutations- Not properly maintained - Pension paid could not be certified. Code no.9

During the course of audit on the accounts of pensions for the year 2014-15, it was noticed that the Register of pension payment orders and register of commutations were not properly maintained. And hence the following checks could not be made in Audit.

1. For the Family pensioner, the date of death of the employee and the date of enhanced Family pension reduced to normal Family pension was not recorded along with the sanctioned proceedings. Therefore the Family pension amount paid could not be certified.
2. The date on which commutation amount was paid was also not entered. Due to this, from which date reduced pension will be affected, could not be verified and hence the service pension amount paid could not be certified.

Therefore action would need to be taken to maintain the Register properly. The loss due to non availability of above information if any sustained that would need to be recovered from the person or persons responsible.

35.PROVIDENT FUND – SUBSCRIPTIONS – DEPOSITED IN SAVINGS BANK ACCOUNT – BANKER INTEREST NOT CREDITED – NOT CONVERTED AS FDR – IRREGULAR code no.9

As per Verified from the provident fund records in audit, the Municipal Authorities have credited the Employees provident fund subscription in Corporation Bank, Main Branch, Vijayawada in Account no. SB/01/018237. As verified from the bank account foils and particulars the account is opened on 22/2/2011 and the opening balance as on 01.04.2014 is Rs. 1,53,29,289/- and closing balance as on 31.03.2015 is Rs. 7,09,85,336/-. The previous year's PF balance particulars i.e., on before 22/2/2011 was not shown for verification to audit. The banker has collected cheque book issue charges from Municipal Corporation.

Huge amounts i.e., provident fund subscription were credited to the bank account monthly to the Municipal Corporation, Vijayawada. But the bank has not credited the interest single paise to the above account. The Municipal Authorities have neither observed nor watched or not taken any follow-up action for non credit of interest to the bank account. Action would need to be taken to receive the interest amount from the banker to the provident fund account and the fact may be intimated to audit. The Municipal authorities are requested convert amounts to FDR for generate interest to the provident fund account.

CODE No. 11

36. PROVIDENT FUND SUBSCRIPTIONS – PAID TO OTHER DEPARTMENTS – CONNECTED FILE AND PARTICULARS – NOT PRODUCED. Rs. 1,30,683/-

The following amounts were drawn and paid to the Secretary, PF Trust, APSRTC, Bus Bhavan, and Hyderabad towards provident fund Contribution of Sri, M. Radha Krishna, A.E, who is working on Foreign Service as AE, Vijayawada, Municipal Corporation. But the connected file and remittance particulars were not shown for verification to audit. Hence the correctness of Transfer of the provident fund subscription remittance particulars could not be verified in audit. Hence the expenditure is held under objection. The loss if any sustained in this regard would need to be made good from the person or persons responsible.

| S.NO | Vr. No/Date | Particulars | Amount (Rs.) |
|------|-----------------|--------------------------------------------------------------------------------------------------------------------------------------------------------------------------|--------------------|
| 1 | 5863/22.11.2014 | Secretary PF Trust APSRTC, Bus Bhavan, Hyderabad towards foreign Employees contribution of PF of Sri. M. Radha Krishna, working as AE, VMC from 01.01.2012 to 31.10.2012 | 32,883.00 |
| 2 | 5990/29.11.2014 | Secretary PF Trust O/o. V.C.G. MD. APSRTC, Hyderabad towards, PF Contribution for 18.10.2008 to 31.12.2011. | 97,800.00 |
| | | TOTAL | 1,30,683.00 |

VIOLATION OF RULES:**CODE.NO09****37.RETENSTION OF EDUCATION CESS AMOUNT IN GENERAL FUNDS – IRREGULAR – NEEDS EARLY ACTION:**

According to the .G.Ms.No.409, Education, Dept, Dated: 08-11-1994, the element of the Education Cess collected as component of Property tax shall have to remit to the Education funds P.D.Account maintained with treasury. The reports in this regards have to be furnished to the Education department to enable that dept to release the funds towards grants to meet the expenditure for payment of salaries to the teaching and non teaching staff in the Municipal Schools. As per the specified section in the A. Municipal Act, Education Cess @4% of the Property tax collected shall be transferred to education fund. But, from the year 1.4.2009, the salaries of the teaching & Non Teaching staff under education fund were met by the Govt directly through treasury under the Head of 010 Salaries without releasing any grant by DEO (Dist. Education Officer). A separate account maintained in this Municipality by the name of Education cess amount for transferring the Property tax component to that account in 002P.D.Account.

Further, it was noticed expenditure relating to VMC General Fund is admitted in the 002 accounts without allocating to the Education cess component as per G.O. cited above. The valid reasons if any were not forthcoming to audit. The reconciliation or proper rectification of education cess account was not pointed out.

Therefore, it is bought to the notice of the higher authorities concerned for taking necessary steps in this regards at an early date.

VIOLATION OF RULES:**CODE.NO:09****38. PENSION – PENSION FUND NOT CONSTITUTED:**

According to rules relating to Pension – cum gratuity rules, 1969 incurred in G.O.MS/No.799, M.A., Dated: 17-10-1969, every municipality shall constitute and maintain pension – cum gratuity fund by virtue of the orders issued in G.O.Ms.No.444, M.A., Dated: 05-07-1967 and amended in Memo.no.595/Rules /69, Dated: 19-07-1968. /The funds shall form as an earmarked fund. As per rules 4 to 9 pension – cum gratuity rules of Municipal employees 1969, pension –cum- gratuity fund to be framed within the full enjoyment of receipts.

1. The Gratuity formulated under clause (b) of sub rule-7 of rule 5 of the A.P.Liberalized Pension rules.
2. Pension contribution payable by the Municipal council on behalf of employees & 9.5% of the Maximum of the Pay.
3. Contribution already paid by the Municipalities towards P.F @ 61/4%
4. Constitution from municipal council under which the pension eligible for benefit of the previous employees.
5. The interest derived from the interest of employee's fund.

After establishing Pension – cum – Gratuity fund with the above receipts to Municipal shall maintain separate cash books per rule-14 exhibiting all transaction made during watch the receipts and payment. But no such funds was constituted with the above receipt and operated as per rules. The monthly pension and after pensioner's benefits of the retired persons are being paid from the municipal funds. Therefore, effective steps would need to be taken for constituting of pension –cum –gratuity fund with the above amount and operated as per rules.

VIOLATION OF RULES:**CODE NO.9****39. PROPERTY TAX - COLLECTION OF PROPERTY TAX AFTER 30 DAYS OF THE EVERY YEAR - LOSS IF ANY SUSTAINED BY THE INSTITUTION - EXECUTIVE AUTHORITY IS HELD RESPONSIBLE:**

The property tax shall be levied for every half year and it is the duty of the assesses to pay it within 30 days after the commencement of each half year i.e. 30th April/31st of October (Section 91).

Loss if any sustained by the institution due to non-collection of tax within time specified as per Section 238 and 266 of the Hyderabad Municipal Corporation Act, 1955 read with A.P. Municipal Corporation Act, 1994, the Executive Authority will have to be held responsible.

NON REMITTANCE OF RECOVERIES:

CODE.NO:10

40.NON REMITTANCE OF SEIGNORAGAND CESS CHARGES RECOVERED FROM THE WORK BILLS – NOT REMITTED TO THE GOVERNMENT ACCOUNTS- IRREGULAR NEEDS EARLY ACTION CALLED FOR:

Rs.50,69,480.00

As seen from the Cash Books and other related records relating to the V.M.C, Vijayawada for the year 2014-15, it was noticed that an aggregate amount of **Rs.50,69,400.00** was recovered up to 18.03.2015 towards **SEIGNORAGAND CESS CHARGES** recovered from the Work Bills concerned during the year under audit and the same was not remitted to the respective Government Account till the close of audit.

Further, as could be verified from the Cash Books operated for all the Grants / Funds received from the GOAP / GOI / WB and Own sources during the year 2014-15, it was noticed that the amounts were retained in the heads concerned with out remitting the same to the heads concerned. Which is not in order. Hence, necessary action would need to be taken for remittance of the same at an early date and furnish the remittance particulars to audit for verification without fail.

NON REMITTANCE OF RECOVERIES:

CODE.NO:10

41.NON REMITTANCE OF SEIGNORAGAND CESS CHARGES RECOVERED FROM THE WORK BILLS – NOT REMITTED TO THE GOVERNMENT ACCOUNTS- IRREGULAR NEEDS EARLY ACTION CALLED FOR:

As seen from the Cash Books and other related records relating to the V.M.C, Vijayawada for the year 2014-15, it was noticed that an aggregate amount of **Rs.17,00,53,470.00** was recovered from 1987-88 to 2014-15 (up to 18.03.2015) towards **SEIGNORAGAND CESS CHARGES** recovered from the Work Bills concerned during the year under audit and the same was not remitted to the respective Government Account till the close of audit.

Out of the above, an amount of Rs.21,93,362.00 was only remitted during the year 2001-2002 and leaving a balance of Rs.16,78,60,108.00 was retained in the funds as detailed below.

| Seigniorage dues pending period | Seigniorage dues amount | Paid Amount | Balance Amount yet to be paid | Remarks |
|--------------------------------------------------|-------------------------|--------------|-------------------------------|---------|
| 1 | 2 | 3 | 4 | 5 |
| 1987-1988 To 2014-15 (up to 18.03.2015) | 17,00,53,470.00 | 21,93,362.00 | 16,78,60,108.00 | |

In this regard it is also noticed the Asst. Director of Mines & Geology, Vijayawada in his Letter.No.11/OD/C/2005, Dated: 28.02.2015 and stated that the Government of India have issued instructions that the Seigniorage Charges shall be recovered from the contractor work bills as per the rates prescribed by the Government from time to time for minerals consumed in the execution of the civil works by the consuming department and to remit the amounts to the concerned head of account.

He is further informed that a special drive has been initiated by their office for speedy remittance of the amounts which were recovered and held up with the consuming department, as the financial year is coming to end. Prompt remittance of Seigniorage cess by the consuming department is a statutory obligation. In this connection it is informed that instructions are issued from Government to impose **interest @24% per annum for belated remittance of the amount under Rule 19 of A.P. Mineral Concession Rules, 1986.**

Though specific instructions are being issued from the departments concerned, and also informed against the imposing of interest **@24% per annum for belated remittance of the amount under Rule 19 of A.P. Mineral Concession Rules, 1986, the executive authorities have not yet remitted the due amounts.** Further, as could be verified from the Cash Books operated for all the Grants / Funds received from the GOAP / GOI / WB and Own sources during the year 2014-15, it was noticed that the amounts were retained in the heads concerned without remitting the same to the heads concerned. Which is not in order.

Hence, effective steps would need to be taken for remittance of the same at an early date and furnish the remittance particulars to audit for verification without fail, further, the interest if any imposed against **belated remittance of the amounts the same will be recovered from the person or persons responsible besides furnishing the material facts to this department positively.**

42.PROFESSION TAX RECOVERED - NOT REMITTED TO GOVT. HEAD - HUGE AMOUNT IS PENDING REMITTANCE
- IRREGULAR - NEEDS EARLY REMITTANCE RS. 42,97,679/- code no.10

During the course of audit it is noticed that the profession tax was recovered from the salaries of the employees based on slab rates. But the recovered amount is not remitted to Govt. head for the period from 3/2014 to 2/2015 which is irregular. An amount of Rs. 42,97,679/- is still pending remittance to Govt. head.

Hence, early action would need to be taken to remit the pending PT amount at an early date and challan produced to Audit.

The details are hereunder:

| Month | Amount |
|--------------|---------------------|
| 3/2014 | 3,51,250-00 |
| 4/2014 | 3,56,010-00 |
| 5/2014 | 3,61,245-00 |
| 6/2014 | 3,66,100-00 |
| 7/2014 | 3,56,279-00 |
| 8/2014 | 3,57,616-00 |
| 9/2014 | 3,61,890-00 |
| 10/2014 | 3,50,220-00 |
| 11/2014 | 3,62,940-00 |
| 12/2014 | 3,50,040-00 |
| 1/2015 | 3,58,320-00 |
| 2/15 | 3,65,760-00 |
| Total | 42,97,679-00 |

43.NON-REMITTANCE OF DEDUCTIONS/RECOVERIES FROM WORK BILLS/PAY BILLS/CONTIGENT BILLS ETC.
(Code : 10)
DEDUCTION / RECOVERIES OF INCOME TAX NOT REMITTED OR PARTLY REMITTED-NON-REMITTANCE OF
EDUCATION CESS TO THE EDUCATION DEPARTMENT

According to section 37 to 39 of A.P. Education Act, 1982, the education cess collected has to be remitted to the Education Department to enable them to release the education grant to VMC, VZA every year.

As verified from the annual account it is noticed that no amount pertaining to the period 2014-15 was collected nor remitted to the education department so far. Hence it is construed that the amount so collected was diverted for other purposes which is irregular. Non-remittance of the amounts was also reiterated by the Commissioner and Director of Municipal Administration, Hyderabad Vide Circular Memo Roc No.10285/2006-E1 Dated 26-6-06.

The education cess may be collected along with collections for the year 2014-15 may be remitted to the Education Department at the earliest.

Code No.11

44.FDR- REGISTER NOT WRITTEN UP AND CONNECTED FILES- NOT PRODUCED – IRREGULAR NEEDS EARLY
ACTION.

As verified from the annual account for the year 2014-15 it was noticed that an amount of Rs.45,00,00,000-00 was shown as Expenditure to invest in FDR. But the FDR Register was not produced to audit to verify the correctness of the payment and the transactions if any due to purchase of new F.D.Rs. Further the FDRs if any available were not produced in original for physical verification in audit. The loss if any in this regard would need to be recovered from person or persons responsible and made good to Municipal Corporation Funds.

Further it was noticed that the amounts relating to grant funds were invested in short term for which FDR receipts were not produced to audit.

But it is violation of rules to lodge the funds relating to specific grants without utilizing the same towards the execution of works. Hence early action would need to be taken to utilize the grant amount for the purpose for which they were sanction and Utilization Certificates may also be furnished for countersignature.

45. ADVANCES – ADVANCES LONG PENDING VARIOUS PURPOSES OF ADVANCES –
NOT ADJUSTED – NEEDS EARLY ACTION

RS.1,10,61,049-00

The following amounts were drawn and paid as advances towards various purposes by the Commissioner Municipal Corporation Vijayawada during the year 1998-99 to 2014-15. But the Long Pending advance amounts were not adjusted till the last date of audit. Early action would need to be taken to adjust the advance amounts and the fact intimated to audit.

| S.No. | Advance Registret No. & Dt. | Nature of Advance | Amount Rs. |
|-------|-----------------------------|------------------------------------------------------------------------------------------|-------------|
| 1 | 34/2-5-1998 | R.Srinivasa Rao J.A Purchases of Postal Stamps EE3-7450/97 | 500-00 |
| 2 | 46/25-4-2000 | K.Surendra Kumar J.A to attend Mtm to census work G4-3786/2000 | 300-00 |
| 3 | 51/28-11-2000 | K.Surendra Kumar J.A to go Mtm District Level Training charges for 2 days G15-12019/2000 | 5,000-00 |
| 4 | 57/23-3-2001 | K.Surendra Kumar J.A to go to Hyd on census work G15-12349/01 | 600-00 |
| 5 | 91/3-5-2005 | Y.N.Kamalakar S.I to go awarencess camp for Dengue Epidimic for 2 days | 1,000-00 |
| 6 | 92/19-5-2005 | Y.N.Kamalakar S.I to go awarencess camp for Dengue Epidimic Training Class for 2 days | 5,000-00 |
| 7 | 93/20-5-2005 | Y.N.Kamalakar S.I to go purchase of Brake Oil | 5,000-00 |
| 8 | 94/24-5-2005 | Advance paid to Tailors towards Uniform P.H | 1,73,604-00 |
| 9 | 95/25-5-2005 | K.Surendra Kumar J.A towards House passport Photos | 61,415-00 |
| 10 | 96/16-7-2005 | K.A.Raj Kumar S.I towards transport chares for vehicle delivery | 5,000-00 |
| 11 | 97/7-2-2006 | Y.N.Kamalakar S.I towards Malaria spayers repairs | 5,000-00 |
| 12 | 99/16-9-2006 | Y.N.Kamalakar S.I towards Purchase of kerosene | 36,100-00 |
| 13 | 101/29-9-2006 | D.Roselin J.A towards P.H workers prc Advance 152 No"s | 1,91,500-00 |
| 14 | 103/23-11-2006 | K.Venkateswarlu S.I towards 16 health centres programme material | 2,260-00 |
| 15 | 106/12-3-2007 | B.Krishna Rao S.I towards 610 G.O verification | 2,000-00 |
| 16 | 107/12-3-2007 | G.D.V.Malleswararao S.I towards 610 G.O verification | 2,000-00 |
| 17 | 108/12-3-2007 | K.A.Rajkumar S.I towards 610 G.O verification | 2,000-00 |
| 18 | 111/16-6-2007 | K.Venkateswarulu S.I towards antilarwa preparation of oil bals | 2,000-00 |
| 19 | 113/14-6-2007 | Y.N.Kamalakar S.I towards antilarwa preparation of oil bals | 2,800-00 |
| 20 | 116/30-2-2008 | G.Jagadeeswari Social worker towards ucd arrangements | 5,700-00 |
| 21 | 117/21-2-2008 | K.Venkateswarulu S.I towards purchase malaria 10 power spares | 45,000-00 |
| 22 | 121/9--2008 | P.Salomi Social worker towards ucd arrangements | 3,000-00 |
| 23 | 122/20-9-2008 | M.Ramesh babu S.I towards purchase of store material basket bomsticks | 60,000-00 |
| 24 | 123/19-12-2008 | K.Venkateswarulu S.I towards material transport charges from vsk to wza | 15,000-00 |
| 25 | 124/19-1-2009 | S.Durga Prasad J.A towards purchase of memontos and certificates to 26-1-2009 | 9,000-00 |
| 26 | 125/3-4-2009 | S.Ramamohanrao SI towards transport charges | 2,500-00 |
| 27 | 129/25-7-2009 | SVS.Sridhar SI towards engaging bulldozer in srirama energy plant | 50,000-00 |
| 28 | 130/1-8-2009 | S.Ramamohanrao SI towards transport charges | 19,000-00 |
| 29 | 142/9-7-2010 | Iqbal Ahamed Hussain Vas towards repairs to doors in rajiv Gandhi park | 7,250-00 |

| | | | |
|----|----------------|---------------------------------------------------------------------------------------|-------------|
| 30 | 143/23-7-2010 | G.Ajay kumar JA towards ta,da,for ucd section | 1,000-00 |
| 31 | 144/9-8-2010 | G.Ajay kumar JA towards Conduct of identification camp at Dr indore stadium | 10,000-00 |
| 32 | 146/21-8-2010 | Iqbal Ahamed Hussain Vas towards purchase of process cocks,water tubes at rajiv park | 10,000-00 |
| 33 | 147/23-8-2010 | Dr.ch.Babu srinivas Biologist towards preparation banners,playcards,cassetts | 3,000-00 |
| 34 | 148/2-9-2010 | A.V.Narasimha rao PS towardsherbal garden developing in cvr Gmh school | 18,100-00 |
| 35 | 151/22-9-2010 | IOPC,Kondapalli A.E (vehicles) towards purchase of engine oil and lubricants | 1,93,322-00 |
| 36 | 157/11-10-2010 | G.Ramana PS towards to get polythin covers for nursery | 54,955-00 |
| 37 | 163/24-1-2011 | A.Venkateswararao SI towards tricycles repairs | 2,150-00 |
| 38 | 165/24-1-2011 | B.Krishna rao SI towards tricycles repsirs | 4,200-00 |
| 39 | 167/24-1-2011 | Ch.Anjaneyulu SI towards tricycles repsirs | 7,200-00 |
| 40 | 169/24-1-2011 | D.Pullarao SI towards tricycles repsirs | 7,200-00 |
| 41 | 176/24-1-2011 | K.Venkateswararao SI towards tricycles repsirs | 7,600-00 |
| 42 | 177/24-1-2011 | M.Ramesh babu SI towards tricycles repsirs | 6,550-00 |
| 43 | 180/24-1-2011 | Murali Krishna HA towards tricycles repsirs | 2,850-00 |
| 44 | 181/24-1-2011 | N.Balaji Srinivasa murthy SI towards tricycles repsirs | 3,800-00 |
| 45 | 183/24-1-2011 | Nagendra reddy SI towards tricycles repsirs | 4,500-00 |
| 46 | 184/24-1-2011 | P.Jaya surya SI towards tricycles repsirs | 8,250-00 |
| 47 | 185/24-1-2011 | P.V.Satyannarayana SI towards tricycles repsirs | 2,100-00 |
| 48 | 189/24-1-2011 | P.Venugopala rao SI towards tricycles repsirs | 6,500-00 |
| 49 | 187/24-1-2011 | R.Obeswara rao SI towards tricycles repsirs | 9,350-00 |
| 50 | 189/24-1-2011 | S.Panduranga rao SI towards tricycles repsirs | 6,700-00 |
| 51 | 190/24-1-2011 | Saleem Ahmed SI towards tricycles repsirs | 4,600-00 |
| 52 | 191/24-1-2011 | Seshu kumar SI towards tricycles repsirs | 8,100-00 |
| 53 | 192/24-1-2011 | T.Brahmaiah SI towards tricycles repsirs | 7,250-00 |
| 54 | 193/24-1-2011 | T.Jaya raju SI towards tricycles repsirs | 7,250-00 |
| 55 | 194/24-1-2011 | V.D.V.Malleswararao SI towards tricycles repsirs | 7,700-00 |
| 56 | 195/24-1-2011 | V.Nagabhushanam SI towards tricycles repsirs | 5,450-00 |
| 57 | 196/24-1-2011 | V.Ramakrishna SI towards tricycles repsirs | 2,400-00 |
| 58 | 197/4-2-2011 | B harat petroleum T.sivakumar SA towards purchase of MI oil 1000 Ltrs | 64,200-00 |
| 59 | 199/28-2-2011 | G.Ajaykumar JA towards Minor repairs for fashion Desiners in Brahmanandareddy Complex | 20,000-00 |
| 60 | 200/5-3-2011 | G.Ajaykumar JA towards to meet expenditure on repairs the machines | 30,000-00 |
| 61 | 203/21-4-2011 | G.Ajaykumar JA towards Minor repairs for fashion Desiners in 2 sections | 10,000-00 |
| 62 | 204/25-4-2011 | G.Ajaykumar JA towards 2 training centres with furniture | 50,000-00 |
| 63 | 206/28-5-2011 | T.Veerendra prased JA towards Documentation and regn work | 62,863-00 |
| 64 | 207/2-6-2011 | T.Veerendra prased JA towards Documentation and regn work | 21,000-00 |
| 65 | 209/20-6-2011 | T.Veerendra prased JA towards User charges for regn of houses allotment under bsup | 50,000-00 |
| 66 | 210/5-7-2011 | T.Veerendra prased JA towards User charges for regn of houses allotment under bsup | 1,00,000-00 |
| 67 | 211/15-7-2011 | CBS.Reddy CDO towards User charges for regn of plots | 50,000-00 |
| 68 | 212/15-7-2011 | M.Durga Prasad cdo towards User charges for regn of plots | 50,000-00 |
| 69 | 213/15-7-2011 | T.Veerendra prased JA towards User charges for regn of plots | 13,000-00 |
| 70 | 219/30-9-2011 | M.Durgaprasad ps towards greenery work main canal in Vmc office | 28,450-00 |
| 71 | 221/1-10-2011 | M.Durgaprasad ps towards procurement of plants at jakkampudi housing colony | 29,040-00 |

| | | | |
|-----|----------------|---------------------------------------------------------------------------------------------|--------------|
| 72 | 223/10-10-2011 | M.Durgaprasad ps towards Devolopment of greenery at H.B.colony | 42,775-00 |
| 73 | 226/10-10-2011 | M.Durgaprasad ps towards user charges for regn | 95,800-00 |
| 74 | 227/10-10-2011 | T.Veerendra Prasad J.A towards expenditure on thumb impression | 21,076-00 |
| 75 | 229/20-10-2011 | M.Durgaprasad CDO towards conduct job mela | 30,000-00 |
| 76 | 230/21-10-2011 | CBS Reddy CDO towards Conducting grama sabha | 18,000-00 |
| 77 | 231/21-10-2011 | M.Durgaprasad CDO towards conducting grama sabha | 21,000-00 |
| 78 | 234/3-11-2011 | G.Ajay kumar J.A towards purchase of Stationary work of abaya hastam scheme | 20,000-00 |
| 79 | 235/9-11-2011 | M.Durgaprasad PS towards development of greenery at HB colony park | 29,396-00 |
| 80 | 237/22-11-2011 | CBS Reddy CDO towards printing of formats remuneration | 30,000-00 |
| 81 | 238/22-11-2011 | M.Durgaprasad PS towards printing of formats remuneration | 30,000-00 |
| 82 | 241/9-12-2011 | M.Durgaprasad PS towards greenery work beside Fly over adjustment to Milk project | 97,578-00 |
| 83 | 242/31-12-2011 | M.Durgaprasad PS towards Registration of 653 plots housing project jakkampudi | 63,500-00 |
| 84 | 243/31-12-2011 | T.Veerendra Prasad J.A towards Zerox,ID proofs,thumb Impressionat 653 plots | 30,477-00 |
| 85 | 244/31-12-2011 | T.Veerendra Prasad J.A towards Zerox copies of title deeds | 5,500-00 |
| 86 | 247/7-2-2012 | CBS Reddy CDO towards | 1,50,000-00 |
| 87 | 248/7-2-2012 | M.Durgaprasad PS towards | 1,50,000-00 |
| 88 | 250/22-2-2012 | B.V.Surendranath SI towards providing to lunch for Anti larva Staff | 10,000-00 |
| 89 | 251/22-2-2012 | T.Nageswararao SI towards providing to lunch for Anti larva Staff | 10,000-00 |
| 90 | 252/29-2-2012 | IOCL,Kondapalli towards purchase of KSD Oil | 15,82,068-00 |
| 91 | 256/24-3-2012 | Krishna zilla samakya towards hanorium to computer operors for the month of 1/2012 | 2,91,884-00 |
| 92 | 257/26-3-2012 | SK.Basha Social worker, towards speed post charges in citizen charter | 5,000-00 |
| 93 | 259/8-5-2012 | G.Ajay kumar JA towards attend awairence programe at Hyd on 8-5-2012 | 2,000-00 |
| 94 | 262/21-5-2012 | Krishna Zilla samakya towards payment of wages data entry operators 4/2012 | 2,88,609-00 |
| 95 | 263/28-5-2012 | K.Venkateswarulu SI towards purchase of woodern dust bins with gunny bags,oilballs | 1,00,000-00 |
| 96 | 270/25-6-2012 | Ap Agro Inds.Devp.Corpnltd Vijayawada towards supply of various tyres and tubes to vechiles | 9,90,912-00 |
| 97 | 274/25-6-2012 | Krishna Zilla samakya towards computer operators salaries for the month of 5/2012 | 3,45,275-00 |
| 98 | 272/13-8-2012 | Steel authority of India Ltd. Towards repairs to damaged dumperbins | 4,82,845-00 |
| 99 | 275/10-9-2012 | President Krishna silla samykya towards data entry operators 6/2012 salaries | 3,15,350-00 |
| 100 | 276/12-9-2012 | M/s ApSCSI Vijayawada towards purchase of kirosen | 5,53,500-00 |
| 101 | 282/2-11-2012 | EPTRI EE -7 towards site for scientific land fill agiripalli | 7,00,000-00 |
| 102 | 283/3-11-2012 | EPTRI EE -7 towards environment fecilities and serve test K.Pothavaram village | 5,00,000-00 |
| 103 | 300/4-7-2013 | J.Phani srinivasrao AE-2 towards O&MUGD system at H.B colony | 16,800-00 |
| 104 | 301/4-7-2013 | IOCL.Vijayawada towards purchase of transformer oil and greese | 1,30,553-00 |

| | | | |
|-----|----------------|------------------------------------------------------------------------------------------------|----------------|
| 105 | 302/13-9-2013 | IOCL kondapalli towards purchase of lubricant oil | 4,37,619-00 |
| 106 | 303/12-11-2013 | M.V.Bhaskara rao JA towards approach MSC on service tax | 8,000-00 |
| 107 | 305/12-11-2013 | M.V.Bhaskara rao JA towards approach MSC on service tax | 15,000-00 |
| | | | |
| 108 | 308/13-3-2014 | K.Venkateswararao Election cell towards photographer | 20,000-00 |
| 109 | 309/13-3-2014 | K.Sekhar babu Election cell towards photographer ID cards to ROs and other officers | 5,000-00 |
| 110 | 325/12-8-2014 | S.A.Satter city project coordinator towards conduct of training programme UNDP DM on 13-8-2014 | 2,40,000-00 |
| 111 | 334/13-11-2014 | IOCL Vijayawada towards E procurement servo pride 40 grade lubricant oil | 4,45,073-00 |
| 112 | 340/17-12-2014 | K.Narasimha rao SI towards cost of try cycles and pushcarts repair charges | 1,00,000-00 |
| 113 | 341/17-12-2014 | K.Ramesh babu SI towards cost of try cycles and pushcarts repair charges | 1,00,000-00 |
| 114 | 342/17-12-2014 | K.Ramesh babu SI towards cost of try cycles and pushcarts repair charges | 1,00,000-00 |
| 115 | 343/17-12-2014 | B.Yogendar SI towards cost of try cycles and pushcarts repair charges | 1,00,000-00 |
| 116 | 344/17-12-2014 | N.Vijaya babu SI towards cost of try cycles and pushcarts repair charges | 1,00,000-00 |
| 117 | 345/17-12-2014 | K.Krishna SI towards cost of try cycles and pushcarts repair charges | 22,500-00 |
| 118 | 346/17-12-2014 | K.Ramesh babu SI towards cost of try cycles and pushcarts repair charges | 1,00,000-00 |
| 119 | 347/17-12-2014 | J.Srinivasa rao SI towards cost of try cycles and pushcarts repair charges | 1,00,000-00 |
| 120 | 348/17-12-2014 | K.Nagapoornachndra rao SI towards cost of try cycles and pushcarts repair charges | 1,00,000-00 |
| 121 | 349/17-12-2014 | G.Pavankumar SM towards cost of try cycles and pushcarts repair charges | 58,000-00 |
| 122 | 355/6-2-2015 | M.Durga Prasad CDO towards grounding of fast food center in favour of kabel a subrahmanyam | 40,000-00 |
| | | | |
| | | | |
| | | TOTAL | 1,10,61,049-00 |

46.LAW CHARGES CONNECTED FILES AND KHATHA EXTRACTS NOT PRODUCED.

Rs.29,82,239-00

During the course of audit of Municipal Corporation. Vijayawada for the year 2014-2015, it is noticed that an amount of Rs 29,82,239-00 has been drawn and paid to the advances towards Law Charges for the various purposes.

| S.No | Vr.No & Dt | Details | Amount (Rs) |
|------|--------------|-----------------------------------------------------------------------------------------------------------------------------------------------------|-------------|
| 1 | 36/4-2014 | Payable to 2nd Additional District Court ,Vijayawada towards deposit as per High Court Order ASMP No.2832/2013, ASMP No. 223/13,731/13 dt 18-3-2014 | 2000000 |
| 2 | 299/4-2014 | Sri T.BalaSwamy, MSC towards the payment of advocate fees in 74 cases | 100195 |
| 3 | 3408/9-2014 | Smt G.Janshi, MSC towards the payment of advocate fees for 68 disposed cases and 341 tranferred cases | 444462 |
| 4 | 3847/9-2014 | Sri G.Gopala Sastry, MSC towards the payment of advocate fees for 14 cases | 36828 |
| 5 | 5309/11-2014 | Sri G.Gopala Sastry, MSC towards the payment of advocate fees for 14 cases | 90754 |
| 6 | 5415/11-2014 | Smt G.Janshi, MSC towards the payment of advocate fees for the purpose Central Excise Service Tax. | 310000 |
| | | TOTAL | 2982239 |

Due to non-production of suit registers, advocate account (Pleaders khatha) could not be verified in audit whether the following procedure prescribed for maintenance of suit register was followed or not.

1. That all the suits to which the institution was a party were entered in the register.
2. That separate pages were allotted for each suit and that appeals were entered separately giving a cross reference to the original suit.
3. That the expenditure incurred on a suit was entered with full details in the appropriate columns of the register.
4. That advances made to advocates and their adjustments on receipt of detailed bills was written up against the suit concerned.
5. That particulars regarding, results of the suits, the sum decreed towards suit, costs etc were noted in the appropriate columns of the register.
6. That recoveries made were also noted in it.
7. That decrees were not allowed to become time barred and that execution petitions have been filed in time.
8. That the progress of suits, execution of decrees and recoveries of amounts decreed were watched through this register by the institution.
9. Those half yearly returns showing the number of suits pending relating to previous year, number filed during the half year, the number disposed of and the number pending at the end of the half year have been obtained from the pleaders and checked with reference to the entries in this register.

That amounts decreed have been noted in the miscellaneous demand register with a view to watch their recovery.

47.OUTSOURCING STAFF- WAGES PAID- CONNECTED FILES NOT PRODUCED –NEEDS ACTION -Rs 13,11,29,958

As verified from the vouchers, the following amounts were drawn and paid to the following contractors towards wages for supply of contract workers for maintenance of various type of sections during the year 2014-2015. But the connected files and other relevant records were not produced to audit for verification. In the absence of the same the correctness of the expenditure incurred could not be verified. Hence the incurred amount is held under objection. Hence early action would need to be taken to produce the connected files to audit for verification.

| S.No | Vr. No & Dt | Details | Amount (Rs) |
|------|-------------|------------------------------------------------------------------------------------------------------------------------------------------------------|-------------|
| 1 | 1/4-2014. | Wages to DWCWA/CMEY Groups for the month of 1/2014 | 15101466 |
| 2 | 4/4-2014. | Wages to DWCWA/CMEY Groups-22 No's of Horticulture section for 1/2014 | 749644 |
| 3 | 7/4-2014. | M/s Sri Shiridi Saibaba DWCWA Group towards Raajev Nagar PHC wages for the month of 1/2014 | 22691 |
| 4 | 26/4-2014. | M/s Sri Renuka Sakthi Security Services Pvt. Ltd., towards supply of contract labour for maintenance of water supply & UGD in AE-V Cir-3 for 1/2014 | 311760 |
| 5 | 275/4-2014. | M/s Sri Renuka Sakthi Security Services Pvt. Ltd., towards supply of contract labour for maintenance of water supply & UGD in AE-V Cir-3 for 11/2013 | 309162 |
| 6 | 276/4-2014. | M/s Sri Renuka Sakthi Security Services Pvt. Ltd., towards supply of contract labour for maintenance of water supply & UGD in AE-V Cir-3 for 12/2013 | 312948 |
| 7 | 383/4-2014 | Paid to Sri D.Srinivasarao, Contractor towards salaries of contract staff working in EE-VI for the month of 12/2014 | 91539 |
| 8 | 482/4-2014 | wages to 17 Urban Health Centres for the months of 12/2013 & 1/2014 | 1105419 |
| 9 | 483/4-2014 | Wages to Paramedical staff for the month of 1/2014 | 143308 |
| 10 | 484/4-2014 | Wages to Paramedical staff for the month of 12/2013 | 142177 |
| 11 | 1790/7-14 | Paid to Sk.liyakhat Ali Ahamed, Sr.Software Engineer towards remuneration for the month of 3/2014 | 35100 |
| 12 | 1825/7-14 | Monthly remuneration to Contract coaches for 1/14 to 3/14 | 200051 |
| 13 | 1826/7-14 | Smt R.P.Kumari represented by M/s Gurkha Security Services,VZA towards supply of Gurkhas/Watchman/Security Staff for 03/2014 | 136152 |

| | | | |
|----|------------|---------------------------------------------------------------------------------------------------------------------------------------------------------------------|----------|
| 14 | 1827/7-14 | M.Anil Kumar, contractor towards supply of contract workers for maintenance of Civil worksand STP's for EE-IV Section from 11/13 to 2/14. | 794070 |
| 15 | 1828/7-14 | Paid to Sri D.Srinivasarao, Contractor towards supply of skilled electricians on contract basis for maintenance of Tumanapalli Kalakshetram for the month of 1/2014 | 103543 |
| 16 | 1829/7-14 | Paid to Sri D.Srinivasarao, Contractor towards supply of skilled electricians on contract basis for maintenance of Tumanapalli Kalakshetram for the month of 2/2014 | 92859 |
| 17 | 1830/7-14 | Paid to Sri D.Srinivasarao, Contractor towards supply of skilled electricians on contract basis for maintenance of Tumanapalli Kalakshetram for the month of 3/2014 | 103543 |
| 18 | 1831/7-14 | Paid to Krishna Zilla Samakya towards remuneration of Sri D.Kranthi DEO from 4/13 to 10/13 | 55238 |
| 19 | 2055/7-14 | Wages to DWCWA/CMEY Groups for the month of 4/2014 | 19291997 |
| 20 | 2056/7-14 | Wages to DWCWA/CMEY Groups-22 No's of Horticulture section for 4/2014 | 755846 |
| 21 | 2057/ 7-14 | M/s Sri Shiridi Saibaba DWCWA Group towards Raajev Nagar PHC wages for the month of 4/2014 | 22691 |
| 22 | 2114/7-14 | Paid to Krishna Zilla Samakya towards remuneration of DEO's for 3/14 | 399124 |
| 23 | 2115/7-14 | Paid to Krishna Zilla Samakya towards remuneration of DEO's for 4/14 | 401027 |
| 24 | 2167/4-14. | Wagess to Paramedical staff for the month of 4/2014 | 142260 |
| 25 | 2169/7-14 | Smt R.P.Kumari represented by M/s Gurkha Security Services,VZA towards supply of Gurkhas/Watchman/Secuirity Staff for 04/2014 | 136152 |
| 26 | 3319/9-14 | Paid to Krishna Zilla Samakya towards remuneration of Sri D.Kranthi DEO from 11/13 to 4/14 | 47204 |
| 27 | 3321/9-14. | wages to17 Urban Health Centres for the monthe of 05/2014 | 549717 |
| 28 | 3322/9-14 | M/s Sri Renuka Sakthi Security Services Pvt. Ltd., towards supply of contract labour for maintenance of water supply & UGD in AE-V Cir-3 for 4/2014 | 300577 |
| 29 | 3323/9-14 | M/s Sri Renuka Sakthi Security Services Pvt. Ltd., towards supply of contract labour for maintenance of water supply & UGD in AE-V Cir-3 for 5/2014 | 322416 |
| 30 | 3410/9-14 | Paid to Sk.liyakhat Ali Ahamed, Sr.Software Engineer towards remuneration for the month of 6/2014 | 38610 |

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|----|------------|-----------------------------------------------------------------------------------------------------------------------------------------------------|----------|
| 31 | 3411/9-14 | Paid to Sk.liyakhat Ali Ahamed, Sr.Software Engineer towards remuneration for the month of 7/2014 | 38610 |
| 32 | 3579/9-14 | Wages to DWCWA/CMEY Groups-22 No's of Horticulture section for 10/2014 | 674032 |
| 33 | 3695/9-14 | M/s Sri Renuka Sakthi Security Services Pvt. Ltd., towards supply of contract labour for maintenance of water supply & UGD in AE-V Cir-3 for 4/2014 | 332054 |
| 34 | 3696/9-14 | M/s Sri Renuka Sakthi Security Services Pvt. Ltd., towards supply of contract labour for maintenance of water supply & UGD in AE-V Cir-3 for 5/2014 | 314294 |
| 35 | 3708/9-14 | Wagess to Paramedical staff for the month of 6/2014 | 143430 |
| 36 | 3777/9-14 | M/s Sri Renuka Sakthi Security Services Pvt. Ltd., towards supply of contract labour for maintenance of water supply & UGD in AE-V Cir-3 for 6/2014 | 308157 |
| 37 | 3893/9-14 | Wages to DWCWA/CMEY Groups for the month of 7/2014 | 19041722 |
| 38 | 3894/9-14 | Wages to DWCWA/CMEY Groups-22 No's of Horticulture section for 7/2014 | 685276 |
| 39 | 5401/11-14 | Paid to Sk.liyakhat Ali Ahamed, Sr.Software Engineer towards remuneration for the month of 8/2014 | 38610 |
| 40 | 5402/11-14 | -do-- fot 9/2014 | 38610 |
| 41 | 5589/11-14 | Paid to Sri D.Srinivasarao, Contractor towards for supply of Techninical and Non-Techninical work inspectors for the month of 04/2014 | 33857 |
| 42 | 5590/11-14 | Paid to Sri D.Srinivasarao, Contractor towards for supply of Techninical and Non-Techninical work inspectors for the month of 05/2014 | 42016 |
| 43 | 5591/11-14 | Paid to Sri D.Srinivasarao, Contractor towards for supply of Techninical and Non-Techninical work inspectors for the month of 06/2014 | 39980 |
| 44 | 5592/11-14 | Paid to Krishna Zilla Samakya towards remuneration of DEO's for 7/14 | 393838 |
| 45 | 5593/11-14 | Paid to Krishna Zilla Samakya towards remuneration of DEO's for 8/14 | 389748 |
| 46 | 5717/11-14 | Wages to DWCWA/CMEY Groups for the month of 9/2014 | 18725379 |
| 47 | 5718/11-14 | Wages to DWCWA/CMEY Groups-22 No's of Horticulture section for 9/2014 | 667832 |
| 48 | 5719/11-14 | M/s Sri Shiridi Saibaba DWCWA Group towards Raajev Nagar PHC wages for the month of 7/2014 | 22691 |
| 49 | 5720/11-14 | M/s Sri Shiridi Saibaba DWCWA Group towards Raajev Nagar PHC wages for the month of 8/2014 | 22691 |
| 50 | 5721/11-14 | M/s Sri Shiridi Saibaba DWCWA Group towards Raajev Nagar PHC wages for the month of 9/2014 | 22597 |

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|----|-------------|----------------------------------------------------------------------------------------------------------------------------------------------------------------------|----------|
| 51 | 5723/11-14 | Paid to Sri D.Srinivasarao, Contractor towards supply of skilled electricians on contract basis for maintenance of Tumanapalli Kalakshetram for the month of 4/2014 | 99586 |
| 52 | 5724/11-14 | ---do- for the month of 5/2014 | 102753 |
| 53 | 5725/11-14 | ---do- for the month of 6/2014 | 99191 |
| 54 | 5855/11-14 | Paid to Sri D.Srinivasarao, Contractor towards supply of skilled electricians on contract basis for maintenance of Tumanapalli Kalakshetram for the month of 7/2014 | 144918 |
| 55 | 5856/11-14 | ---do- for the month of 8/2014 | 144918 |
| 56 | 5943/11-14 | Smt R.P.Kumari represented by M/s Gurkha Security Services,VZA towards supply of Gurkhas/Watchman/Security Staff for 12/2014 | 134313 |
| 57 | 6041/11-14. | M/s Sri Renuka Sakthi Security Services Pvt. Ltd., towards supply of contract labour for maintenance of water supply & UGD in AE-V Cir-3 for 8/2014 | 319093 |
| 58 | 6042/11-14. | M/s Sri Renuka Sakthi Security Services Pvt. Ltd., towards supply of contract labour for maintenance of water supply & UGD in AE-V Cir-3 for 9/2014 | 293320 |
| 59 | 6043/11-14. | M/s Sri Renuka Sakthi Security Services Pvt. Ltd., towards supply of contract labour for maintenance of water supply & UGD in AE-V Cir-3 for 8/2014 | 325926 |
| 60 | 6044/11-14. | M/s Sri Renuka Sakthi Security Services Pvt. Ltd., towards supply of contract labour for maintenance of water supply & UGD in AE-V Cir-3 for 9/2014 | 309380 |
| 61 | 6045/11-14. | Wages to DWCWA/CMEY Groups for the month of 10/2014 | 18552278 |
| 62 | 6046/11-14. | Wages to DWCWA/CMEY Groups-22 No's of Horticulture section for 10/2014 | 656111 |
| 63 | 7705/1-15 | Paid to Sri D.Srinivasarao, Contractor towards supply of skilled electricians on contract basis for maintenance of Tumanapalli Kalakshetram for the month of 9/2014 | 89377 |
| 64 | 7706/1-15 | Paid to Sri D.Srinivasarao, Contractor towards supply of skilled electricians on contract basis for maintenance of Tumanapalli Kalakshetram for the month of 10/2014 | 93762 |
| 65 | 7707/1-15 | Paid to Sri D.Srinivasarao, Contractor towards supply of skilled electricians on contract basis for maintenance of Tumanapalli Kalakshetram for the month of 11/2014 | 90052 |
| 66 | 7708/1-15 | Paid to Sri D.Srinivasarao, Contractor towards supply of contract labour for water supply pipeline leakages at Circle-I for the month of 11/2014 | 236543 |

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|----|------------|----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|---------|
| 67 | 7709/1-15 | Paid to Sri D.Srinivasarao, Contractor towards supply of contract labour for maintenance of head water works in Circle-I for the month of 11/2014 | 470552 |
| 68 | 7710/1-15 | Paid to Sri D.Srinivasarao, Contractor towards supply of contract labour for maintenance of water supply in Circle-I for the month of 11/2014 | 293376 |
| 69 | 7116/1-15 | Paid to M/s Sri Renukha Sakshi Security Service Private Ltd, towards contract staff working in Cir-III for water supply & UGD in AE-VI for month of 11/2014 | 330970 |
| 70 | 7246/1-15 | M.Nageswararao, contractor towards supply of contract labour on daily wages in Cir-IV for 10/2014 & 11/2014 | 351826 |
| 71 | 7493/1-15. | Sri D.Srinivasarao, contractor for supply of contract labour for maintenance of Municipal Guest house in Cir-3 for 7/2014 | 21416 |
| 72 | 7494/1-15 | --do-- 8/2014 | 27376 |
| 73 | 7495/1-15 | Sri D.Srinivasarao, contractor for supply of contract labour for 10/2014 | 244468 |
| 74 | 7496/1-15 | --do-- 10/2014 | 300237 |
| 75 | 7760/1-15 | wages to 17 Urban Health Centres for the month of 10/2014 & 11/2014 | 1080261 |
| 76 | 8519/3-15 | Paid to Sri D.Srinivasarao, Contractor towards for supply of Technical and Non-Technical work inspectors for supervising the works in Proj Division-III for the month of 11/2014 | 40223 |
| 77 | 8520/3-15 | Paid to Sri D.Srinivasarao, Contractor towards for supply of Technical and Non-Technical work inspectors for supervising the works in Proj Division-III for the month of 12/2014 | 41623 |
| 78 | 8521/3-15 | Paid to Sri D.Srinivasarao, Contractor towards for supply of contract labour and maintenance of Mpl. Corporation Guest House in Cir-3 for the month of 09/2014 | 27376 |
| 79 | 8522/3-15 | Paid to Sri D.Srinivasarao, Contractor towards for supply of contract labour and maintenance of Mpl. Corporation Guest House in Cir-3 for the month of 10/2014 | 27376 |
| 80 | 8523/3-15 | Paid to Sri D.Srinivasarao, Contractor towards for supply of contract labour and maintenance of Mpl. Corporation Guest House in Cir-3 for the month of 11/2014 | 27376 |
| 81 | 8524/3-15 | Paid to Sri D.Srinivasarao, Contractor towards for supply of contract labour and maintenance of Mpl. Corporation Guest House in Cir-3 for the month of 12/2014 | 27376 |
| 82 | 8337/3-15 | Sri M.Venkateswararao for supply of contract workers for maintenance of Autonagar & Ramalingeswara nagar STP's for 10/2014 | 95373 |

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|----|-----------|----------------------------------------------------------------------------------------------------------------------------------------------------------------------|-----------|
| 83 | 8338/3-15 | Sri M.Venkateswararao for supply of contract workers for maintenace of Autonagar & Ramalingeswara nagar STP's for 11/2014 | 82598 |
| 84 | 8339/3-15 | Sri M.Venkateswararao for supply of contract workers for maintenace of Autonagar & Ramalingeswara nagar STP's for 12/2014 | 93142 |
| 85 | 8340/3-15 | M/s Sri Renuka Sakthi Security Services Pvt. Ltd., towards supply of contract labour for maintenance of water supply & UGD in AE-V Cir-3 for 12/2014 | 318498 |
| 86 | 8341/3-15 | M/s Sri Renuka Sakthi Security Services Pvt. Ltd., towards supply of contract labour for maintenance of water supply & UGD in AE-V Cir-3 for 1/2015 | 311396 |
| 87 | 8342/3-15 | M/s Sri Renuka Sakthi Security Services Pvt. Ltd., towards supply of contract labour for maintenance of water supply & UGD in AE-V Cir-3 for 12/2014 | 355798 |
| 88 | 8343/3-15 | M/s Sri Renuka Sakthi Security Services Pvt. Ltd., towards supply of contract labour for maintenance of water supply & UGD in AE-V Cir-3 for 1/2015 | 357957 |
| 89 | 8344/3-15 | Sri M.Venkateswararao for supply of contract workers for maintenace of Autonagar & Ramalingeswara nagar STP's for 9/2014 | 94031 |
| 90 | 8355/3-15 | Wages to DWCWA/CMEY Groups-22 No's of Horticulture section for 1/15 | 667683 |
| 91 | 8488/3-15 | Paid to Krishna Zilla Samakya towards remuneration of DEO's for 11/14 | 358850 |
| 92 | 8489/3-15 | Paid to Krishna Zilla Samakya towards remuneration of DEO's for 12/14 | 373887 |
| 93 | 8492/3-15 | Smt R.P.Kumari represented by M/s Gurkha Security Services,VZA towards supply of Gurkhas/Watchman/Secuirity Staff for 12/2014 | 134313 |
| 94 | 8493/3-15 | Smt R.P.Kumari represented by M/s Gurkha Security Services,VZA towards supply of Gurkhas/Watchman/Secuirity Staff for 01/2015 | 133220 |
| 95 | 8525/3-15 | Sri V.Kishor Kumar, CMEY worker towards wages for 7/13 to 6/14 | 68076 |
| 96 | 8747/3-15 | Wages to DWCWA/CMEY Groups for the month of 1/2015 | 18393459 |
| 97 | 9959/3-15 | Paid to Sri D.Srinivasarao, Contractor towards supply of skilled electricians on contract basis for maintenance of Tumanapalli Kalakshetram for the month of 12/2014 | 94609 |
| | | TOTAL | 131129958 |

48.CHEQUES RECEIVED REGISTER NOT PTODUCED.

Code no.11

The Cheques Received Registers and connected bank Scrolls in Manual for the year 2014-2015 not produced to audit. In the absence of the same the particulars regarding date of encashment, bank commission if any charged, the amount realized and date of credit and attestation of concerned Executive Authority could not be verified in Audit. Therefore Early Action Would need to be taken to produce the records to audit.

(Code No.11)

49 EMPLOYEES PROVIDENT FUND - AMOUNT RECOVERED FROM THE CONTRACT WORKERS- CONNECTED FILES AND REMITANCE PARTICULARS TO THE CONCERNED HEADS NOT PRODUCED
Rs. 3, 20, 19,288-00

During the course of audit, it is noticed that an amount of Rs.3, 20, 19,288-00 was deducted from contract workers and paid to Regional Commissioner, Employees Provident Fund, Guntur towards provident fund recoveries noted against each voucher. But the connected files and remittance particulars of deducted amounts in the shape of challans were not produced to audit. If any loss sustained would need to be recovered from the person or persons responsible and made good to the municipality funds.

| S.No | Vr.No & Dt | Details | Amount (Rs) |
|------|---------------|-----------------------------------------------------------------------------------------------|-------------|
| 1 | 3/4-2014. | towards EPF recovery from wages of DWCUA/CMEY workers for the month of 1/2014 | 4523668 |
| 2 | 6/4-2014. | ---do-- | 225302 |
| 3 | 16/4-2014 | towards EPF recovery for CMEY groups and contract workers from 03/2013 to 10/2013 | 384269 |
| 4 | 9/4-2014. | towards EPF recovery from wages to Rajiv Nagar PHC workers | 6659 |
| 5 | 27/4-2014. | towards EPF recovery for supply of workers in water supply in Cir-III for the month of 1/2014 | 79646 |
| 6 | 43/4-2014. | towards EPF recovery for maintenance of Fire prevention wing from 1/2014 to 3/2014 | 3329 |
| 7 | 46/4-2014 | towards EPF recovery for supply of drivers/cleaners to vehicle depot for the month of 1/2014 | 130524 |
| 8 | 50/4-2014 | towards EPF recovery for supply of Gurkhas for 1/14 & 2/14 | 78125 |
| 9 | 65/4-2014 | towards EPF recovery for supply of workers in water supply in Cir-I for the month of 9/2014 | 121251 |
| 10 | 266/4-2014 | --do-- in Cir-II for the month of 12/2013 | 121317 |
| 11 | 267/4-2014 | ---do--- 12/2013 | 117480 |
| 12 | 268/4-2014 | ---do-- 11/2013 | 81452 |
| 13 | 270/4-2014 | towards EPF recovery for supply of skilled electricians for 12/13 | 23338 |

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|----|-------------|--------------------------------------------------------------------------------------------------------------|---------|
| 14 | 277/4-2014 | towards EPF recovery for supply of workers in water supply in Cir-III for the month of 11/2013 | 79123 |
| 15 | 279/4-2014 | ---do--- 12/2013 | 77816 |
| 16 | 385/4-2014 | towards EPF recovery for supply of workers in EE-VI for 12/13 | 23324 |
| 17 | 498/4-2014 | towards EPF recovery for supply of workers in water supply in Cir-III for the month of 10/2013 | 71421 |
| 18 | 500/4-2014 | --do--11/2013 | 74909 |
| 19 | 502/4-2014 | --do--12/2013 | 73740 |
| 20 | 1734/7-2014 | towards EPF recovery for supply of drivers/cleanars to vehicle depot for the month of 02/2014 | 41870 |
| 21 | 1853/7-2014 | towards EPF recovery from Gurkhas wages for the 3/2014 | 39952 |
| 22 | 1854/7-2014 | towards EPF recovery for maintenance ofr Civil works and STP's for EE-IV section from 12/2013 to 2/2014 | 217624 |
| 23 | 1855/7-2014 | towards EPF recovery for supply of skilled electricians for 3/14 | 15003 |
| 24 | 1856/7-2014 | towards EPF recovery for supply of skilled electricians for 2/14 | 15003 |
| 25 | 1857/7-2014 | towards EPF recovery for supply of skilled electricians for 1/14 | 15003 |
| 26 | 1858/7-2014 | towards EPF recovery for CMEY groups and contract workers from 04/2013 to 10/2013 | 11531 |
| 27 | 2025/7-2014 | towards EPF recovery for maintenance of water supply and UGD in AE-III at Circle-III for the month of 2/2014 | 71917 |
| 28 | 2026/7-2014 | --do-- 3/2014 | 68157 |
| 29 | 2027/7-2014 | --do-- 3/2014 | 77594 |
| 30 | 2028/7-2014 | --do-- 3/2014 | 76952 |
| 31 | 2029/7-2014 | towards EPF recovery for maintenance of water supply and UGD in Circle-I for the month of 3/2014 | 69751 |
| 32 | 2030/7-2014 | towards EPF recovery for supply of workers in headwater works in Cir-I for the month of 03/2014 | 108122 |
| 33 | 2031/7-2014 | towards EPF recovery for maintenance of water supply and UGD in Circle-I for the month of 3/2014 | 58275 |
| 34 | 2032/7-2014 | towards EPF recovery for contract staff in EE-IV for 3/2014 | 23324 |
| 35 | 2033/7-2014 | towards EPF recovery for supply of trchinal and non technical work inspectors for 3/2014 | 16650 |
| 36 | 2034/7-2014 | towards EPF recovery for maintenance of water supply and UGD in Circle-IIfor the month of 3/2014 | 113099 |
| 37 | 2035/7-2014 | --do-- | 115069 |
| 38 | 2061/7-2014 | towards EPF recovery from wages of DWCUA/CMEY workers for the month of 04/2014 | 4783220 |

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|----|--------------|-------------------------------------------------------------------------------------------------------------|---------|
| 39 | 2062/7-2014 | towards EPF recovery for contract workers in Horiculture for the month of 04/2014 | 226815 |
| 40 | 2063/7-2014 | towards EPF recovery from wages of M/s Sri Shiridi Saibaba DWCUA Group for the month of 4/2014 | 6659 |
| 41 | 2036/7-2014 | towards EPF recovery for maintenance of Fire prevention wing for 3/2014 | 3329 |
| 42 | 2195/7-2014 | towards EPF recovery for supply of skilled electricians for 3/14 | 81114 |
| 43 | 2196/7-2014 | towards EPF recovery from water supply for the month of 4/2014 | 81201 |
| 44 | 2197/7-2014 | towards EPF recovery from Gurkhas wages for the 4/2014 | 39952 |
| 45 | 3343/9-2014 | towards EPF recovery from wages of water supply for the month of 4/2014 | 77528 |
| 46 | 3345/9-2014 | towards EPF recovery for supply of drivers/cleaners to vehicle depot for the month of 05/2014 | 125431 |
| 47 | 3346/9-2014 | towards EPF recovery from wages of DWCUA Group for the month of 6/2014 | 6652 |
| 48 | 3347/9-2014 | towards EPF recovery from wages of DWCUA/CMEY Group for the month of 6/2014 | 4601995 |
| 49 | 3583/9-2014 | --do-- for 5/2014 | 72048 |
| 50 | 3584/9-2014 | towards EPF recovery from wages of DWCUA/CMEY workers for the month of 6/2014 | 203591 |
| 51 | 3822/9-2014 | towards EPF recovery from water supply&UGD Cir-3 for the month of 6/2014 | 79711 |
| 52 | 3903/9-2014 | towards EPF recovery for maintenance of water supply and UGD in AE-III at Circle-II for the month of 6/2014 | 134166 |
| 53 | 3904/9-2014 | --do-- | 123900 |
| 54 | 3905/9-2014 | towards EPF recovery from wages of DWCUA/CMEY workers for the month of 7/2014 | 4730050 |
| 55 | 3906/9-2014 | --do-- | 207441 |
| 56 | 3907/9-2014 | towards EPF recovery for supply of mechanics and helpers to vehicle depot for the month of 5/2014 | 39871 |
| 57 | 3909/9-2014 | --do-- | 36489 |
| 58 | 3908/9-2014 | --do-- for 4/2014 | 39634 |
| 59 | 3910/9-2014 | --do-- | 36014 |
| 60 | 5141/11-2014 | Payment of 34 death cases 11/2011 to 01/2013 | 148180 |
| 61 | 5830/11-2014 | towards EPF recovery for supply of DEO's depot for 8/2014 | 77034 |
| 62 | 5831/11-2014 | towards EPF recovery from wages of M/s SriShiridi Saibaba DWCUA Group for the month of 7/2014 | 79668 |

| | | | |
|----|--------------|--------------------------------------------------------------------------------------------------------------|---------|
| 63 | 5832/11-2014 | --do-- | 6659 |
| 64 | 5833/11-2014 | --do- 8/2014 | 6659 |
| 65 | 5834/11-2014 | --do- 9/2014 | 6863 |
| 66 | 5835/11-2014 | towards EPF recovery for supply of skilled electrician of Tumalapalli Kalakestram for the month of 4/2014 | 15003 |
| 67 | 5836/11-2014 | towards EPF recovery for supply of skilled electrician of Tumalapalli Kalakestram for the month of 5/2014 | 15003 |
| 68 | 5837/11-2014 | --do- for 6/2014 | 15003 |
| 69 | 5838/11-2014 | towards EPF recovery from Gurkhas wages for the 8/2014 | 39952 |
| 70 | 5839/11-2014 | towards EPF recovery from wages of DWCUA/CMEY workers for the month of 9/2014 | 5687488 |
| 71 | 5840/11-2014 | --do-- | 202842 |
| 72 | 5841/11-2014 | towards EPF recovery for supply of Technical and Non-technical work inspectors for the month of 6/2014 | 6659 |
| 73 | 5842/11-2014 | --do-- for 5/2014 | 6659 |
| 74 | 5843/11-2014 | --do-- for 4/2014 | 6659 |
| 75 | 5923/11-2014 | towards EPF recovery for supply of mechanics and helpers to vehicle depot for the month of 8/2014 | 40450 |
| 76 | 5924/11-2014 | ---do--- | 36080 |
| 77 | 5925/11-2014 | towards EPF recovery for supply of skilled electrician for 7/2014 | 21671 |
| 78 | 5926/11-2014 | ---do--- for 8/2014 | 21671 |
| 79 | 6048/11-2014 | Payment of penal damage on 54 members death cases from 1/4/2010 to 31/01/2013 | 112915 |
| 80 | 7692/1-2015 | towards EPF recovery for supply of workers in headwater works in Cir-I for the month of 10/2014 | 151057 |
| 81 | 7693/1-2015 | ---do-- 9/2014 | 143143 |
| 82 | 7694/1-2015 | towards EPF recovery for maintenance of water supply and UGD in AE-III at Circle-II for the month of 10/2014 | 178437 |
| 83 | 7695/1-2015 | ---do-- | 151283 |
| 84 | 7696/1-2015 | towards EPF recovery for supply of electricians for the 9/2014 | 39952 |
| 85 | 7697/1-2015 | ---do-- for 10/2014 | 41181 |
| 86 | 7698/1-2015 | towards EPF recovery for supply of workers to Mpl. Office Guest House for the 7/2014 | 8314 |
| 87 | 7699/1-2015 | --do-- for 8/2014 | 8315 |
| 88 | 7700/1-2015 | towards EPF recovery for maintenance of water supply and UGD in Circle-I for the month of 10/2014 | 74233 |
| 89 | 7701/1-2015 | ---do-- | 91170 |

| | | | |
|-----|-------------|---------------------------------------------------------------------------------------------------------------|----------|
| 90 | 7702/1-2015 | towards EPF recovery for supply of drivers/cleanars to vehicle depot for the month of 11/2014 | 161744 |
| 91 | 7786/1-2015 | towards EPF recovery for wages for 9/2014 to 11/2014 | 103037 |
| 92 | 7746/1-2015 | towards EPF recovery for supply of workers in water supply and UGD in AE-IV section in Circle-II | 148041 |
| 93 | 7747/1-2015 | ---do-- for 8/2014 | 77034 |
| 94 | 7748/1-2015 | towards EPF recovery for supply electricians for the 9/2014 | 27147 |
| 95 | 7749/1-2015 | ---do--- for 10/2014 | 28478 |
| 96 | 7750/1-2015 | ---do--- for 11/2014 | 27351 |
| 97 | 7751/1-2015 | towards EPF recovery for supply of workers in water supply and UGD in Circle-I for the month of 11/2014 | 71871 |
| 98 | 7752/1-2015 | towards EPF recovery for supply of workers in headwater works in Cir-I for the month of 11/2014 | 142915 |
| 99 | 7753/1-2015 | --do-- | 89137 |
| 100 | 7754/1-2015 | towards EPF recovery for supply of 23 No's contract drivers/helpers to vehicle depot for the month of 11/2014 | 47953 |
| 101 | 7755/1-2015 | towards EPF recovery for supply of mechanics and helpers to vehicle depot for the month of 11/2014 | 53952 |
| 102 | 7756/1-2015 | towards EPF recovery for maintenance of water supply and UGD in AE-II at Circle-III for the month of 10/2014 | 113921 |
| 103 | 7757/1-2015 | --do-- | 105350 |
| 104 | 7758/1-2015 | --do-- for 11/2014 | 92228 |
| 105 | 7759/1-2015 | --do-- | 100526 |
| | | TOTAL | 32019288 |

50.EMPLOYEES STATE INSURANCE SCHEME - AMOUNT RECOVERED FROM THE CONTRACT WORKERS-
CONNECTED FILES AND REMITANCE PARTICULARS TO THE CONCERNED HEADS NOT PRODUCED

Rs. 87,33,293-00

During the course of audit, it is noticed that an amount of Rs.87,33,293-00 was deducted from contract workers and paid to Joint Director, ESI, Vijayawada towards Employees State Insurance recoveries noted against each voucher. But the connected files and remittance particulars of deducted amounts in the shape of challans were not produced to audit. If any loss sustained would need to be recovered from the person or persons responsible and made good to the municipality funds.

| S.No | Vr.No & Dt | Details | Amount (Rs) |
|------|-------------|----------------------------------------------------------------------------------------------------|-------------|
| 1 | 2/4-2014. | ESI revocery (both share)for Wages of DWCUA/CMEY workers for the month of June-14 | 1162206 |
| 2 | 15/4-2014. | ESI recovery from Pandu Yuvajana Sangam Rajiv Swimming Pool CMEY Groups from 3/13 to 12/2013 | 98803 |
| 3 | 47/4-2014 | Supply of Contract Drivers to Vehicle Depot for 03/2014 | 34777 |
| 4 | 64/4-2014. | Supply of contract workers for maintenance of water supply and UGD in AE-II in Cir-I for 8/2014 | 34373 |
| 5 | 264/4-2014 | Supply of contract workers for maintenance of water supply and UGD in AE-III in Cir-II for 12/2013 | 38914 |
| 6 | 265/4-2014 | AE-IV --do-- | 37393 |
| 7 | 1733/7-2014 | ESI recovery from Ch.Venkateswararao, contractor for 2/2014 | 142558 |
| 8 | 1847/7-2014 | ESI recovery for Gurkha Security Services | 10446 |
| 9 | 1848/7-2014 | ESI recovery for staff of Civil works,sumps and STP's for EE-IV section from 12/2013 to 02/2014 | 60769 |
| 10 | 1849/7-2014 | supply of skilled electeician on cantract basis | 7472 |
| 11 | 1850/7-2014 | supply of skilled electeician on cantract basis | 6749 |
| 12 | 1851/7-2014 | supply of skilled electeician on cantract basis | 7472 |
| 13 | 1852/7-2014 | supply of skilled electeician on cantract basis | 4099 |
| 14 | 2013/7-2014 | Supply of contract workers for maintenance of water supply and UGD | 19766 |
| 15 | 2014/7-2014 | --do-- | 21693 |
| 16 | 2015/7-2014 | --do-- | 23574 |
| 17 | 2016/7-2014 | --do-- | 19855 |
| 18 | 2017/7-2014 | Supply of contract workers for maintenance of head water works & Boosters | 18978 |
| 19 | 2018/7-2014 | --do-- | 30248 |
| 20 | 2019/7-2014 | --do-- | 15765 |
| 21 | 2020/7-2014 | supply of skilled electeician on cantract basis | 6918 |

| | | | |
|----|-------------|--------------------------------------------------------------------------------------------------|---------|
| 22 | 2021/7-2014 | --do-- | 4866 |
| 23 | 2022/7-2014 | Supply of contract workers for maintenance of head water works & Boosters | 35081 |
| 24 | 2023/7-2014 | --do-- | 36050 |
| 25 | 2192/7-2014 | Supply of Data entry Operators on contract babsis | 29508 |
| 26 | 2193/7-2014 | --do-- | 29636 |
| 27 | 2194/7-2014 | Supply of Gurkhas/Watchmans | 10446 |
| 28 | 2058/7-2014 | for Wages of DWCUA/CMEY workers for the month of Apr-14 | 1453837 |
| 29 | 2059/7-2014 | ---do--- | 58182 |
| 30 | 2192/7-2014 | Supply of Daa entry Operators for the month of Mar-2014 | 29508 |
| 31 | 2193/7-2014 | --do-- April-2014 | 29636 |
| 32 | 3339/11-14 | for Wages of DWCUA/CMEY workers for the month of June-14 | 1373858 |
| 33 | 3340/9-2014 | Supply of Contract Drivers to Vehicle Depot for 08/2014 | 33960 |
| 34 | 3581/11-14 | ESI recovery from pay bills od Civil works,sumps and STP's for EE-IV for 3/2014 | 20362 |
| 35 | 3897/9-2014 | for Wages of DWCUA/CMEY workers for the month of July-14 | 1435251 |
| 36 | 5828/11-14 | for Wages of DWCUA/CMEY workers for the month of Sep-14 | 1443524 |
| 37 | 5829/11-14 | ---do--- | 51483 |
| 38 | 7681/1-2015 | Supply of contract workers for maintenance of head water works & Boosters in Cir-I for 09/2014 | 38338 |
| 39 | 7682/1-2015 | --do-- 10/2014 | 36334 |
| 40 | 7683/1-2015 | Supply of contract workers for maintenance of water supply and UGD in AE-III | 45288 |
| 41 | 7684/1-2015 | ----do--- | 38396 |
| 42 | 7685/1-2015 | supply of skilled electeician on cantract basis for Sep-2014 | 10140 |
| 43 | 7686/1-2015 | Supply of contract workers for maintenance of water supply and UGD in AE-II in Cir-I for 10/2014 | 18848 |
| 44 | 7687/1-2015 | supply of skilled electeician on cantract basis | 2110 |
| 45 | 7688/1-2015 | supply of skilled electeician on cantract basis | 2110 |
| 46 | 7689/1-2015 | supply of skilled electeician on cantract basis | 18848 |
| 47 | 7690/1-2015 | Supply of contract workers for maintenance of water supply and UGD in AE-II in Cir-I for 10/2014 | 23146 |
| 48 | 7691/1-2015 | supply of cantract Drivers | 41051 |
| 49 | 7714/1-2015 | Supply of contract workers for maintenance of water supply and UGD in AE-VI for 04/2014 | 25198 |
| 50 | 7732/1-2015 | Supply of contract workers for maintenance of water supply and UGD in AE-IV for 11/2014 | 37574 |

| | | | |
|----|-------------|------------------------------------------------------------------------------------------------------|---------|
| 51 | 7733/1-2015 | Supply of contract workers for maintenance of water supply and UGD in AE-III for 11/2014 | 43514 |
| 52 | 7737/1-2015 | Supply of contract workers for maintenance of water supply and UGD in AE-II in Cir-I for 11/2014 | 18216 |
| 53 | 7738/1-2015 | Supply of contract workers for maintenance of head water works & Boosters in Cir-I for 11/2014 | 36279 |
| 54 | 7739/1-2015 | Supply of contract workers for maintenance of water supply and UGD in AE-I in Cir-I for 11/2014 | 22594 |
| 55 | 7740/1-2015 | Supply of Contract Drivers & Helpers to Vehicle Depot for 11/2014 | 12171 |
| 56 | 7741/1-2015 | Supply of Mechanics & Helpers to Vehicle Depot | 13693 |
| 57 | 7742/1-2015 | Supply of contract workers for maintenance of water supply and UGD in electrical Cir-III for 11/2014 | 28915 |
| 58 | 7743/1-2015 | --do-- | 267399 |
| 59 | 7744/1-2015 | Supply of contract workers for maintenance of water supply and UGD in AE-V for 11/2014 | 23408 |
| 60 | 7745/1-2015 | Supply of contract workers for maintenance of water supply and UGD in AE-VI for 11/2014 | 25514 |
| 61 | 7785/1-2015 | Supply of Daily wage workers for Sep & Nov-2014 | 26193 |
| | | TOTAL | 8733293 |

51.GENERAL FUND - AMOUNT PAID – CONNECTED FILES NOT PRODUCED –NEEDS ACTIONRs 81,67,172-00

As verified from the vouchers, the following amounts were drawn and paid to various type of expenditure incurred under General Fund during the year 2014-2015. But the connected files and other relevant records were not produced to audit for verification. In the absence of the same the correctness of the expenditure incurred could not be verified. Hence the incurred amount is held under objection. Hence early action would need to be taken to produce the connected files to audit for verification.

| S.No | Vr.No & Dt | Details | Amount (Rs) |
|------|---------------|--------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|-------------|
| 1 | 300/4-2014 | Paid VijayaKrishna Super Bazar, Vijayawada towards supply of 100 No.of knaprack hard sprayers | 143778 |
| 2 | 301/4-2014 | Paid to VijayaKrishna Super Bazar, Vijayawada towards supply of 36 No.of haritha power sprayers with highpower engine | 183665 |
| 3 | 1838/7-2014 | Paid to M/s Krishna Pumps Private Ltd towards supply of 2 No. Control panel board 40 HP submercible pump at V.N.Colony | 85600 |
| 4 | 1887/7-2014 | Paid to M/S Sri Krishna Chemical Enterprizes, Vijayawada for supply of delivery of stable bleaching powder for maintenance of water supply and health section | 531067 |
| 5 | 1900/7-2014 | Paid to M/s Sri Sowbagya Press, Vijayawada for supply & Delivery of printing items to VMC, Vijayawada | 120426 |
| 6 | 2168/7-2014 | Paid to Addl., director, E-Seva, Vijayawada towards transaction charges for the month of 12/2012 & 1/2013 | 395945 |
| 7 | 2190/7-2014 | M/s Padmaraju Broom Sticks manufacturing unit, Adavipalem towards cost of Eatha Baskets | 56851 |
| 8 | 3776/9-2014 | Paid to Project Director,APSHCL,Machilipatnam, Krishna towards reimbursement of salaries for the period from 1/10/2011 to 31/3/2012 of Sri K.vijay Kumar,DE and G.V.Visweswararao,AE | 492201 |
| 9 | 3883/9-2014 | M/s NSP Sports towards supply of sport item for swimmer coaching camp | 30550 |
| 10 | 3897/9-2014 | paid to Branch Manager, SBI,VMC towards 50% contribution from 1/13 to 4/13 & 40% contribution from 5/13 to 11/13 to be paid to 16 RWA'S | 1217484 |
| 11 | 3998/9-2014 | M/s Sri Sowbagya Press, Vijayawada for supply of printing forms | 26834 |

| | | | |
|----|-------------|--------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|---------|
| 12 | 3999/9-2014 | M/s Sri Sowbagya Press, Vijayawada for supply & Delivery of notice books and others | 176431 |
| 13 | 4001/9-2014 | Sri N.Sekhar Babu,JA towards purchase of 4 No. of colour catridges | 36957 |
| 14 | 5276/11-14 | Sri Vijaya saradhi Enterprizes, Vijayawada for supply of Aluminuam Baskets for 1647 Nos | 343745 |
| 15 | 5278/11-14 | M/s Sri Balaji Office & Automachines, Vijayawada for purchase of Richo Photostrart machine to PRO section | 61150 |
| 16 | 5300/11-14 | Alibaig Civil, Mechanical & Ele.Contractor, Vijayawada for repairs of pipe line | 38811 |
| 17 | 5307/11-14 | M/s Sri Sowbagya Press, Vijayawada for supply & Delivery of Rajiv Gandhi Park Tickets, T.V.Raghavayya Park Entrance ticket | 75861 |
| 18 | 5310/11-14 | Payable to Asst., Commisioner of Customs, Central Excise and Service Tax Dept., Vijayawada towards Service Tax for the 2011-12 | 2869117 |
| 19 | 5398/11-14 | M/s Vijay Krishna Super Bazar, Vijayawada towards supply and delivery of stationary items to VMC | 41235 |
| 20 | 5411/11-14 | Paid to R.Subbarao, DEE &ADH for purchase of cutting tools due to HUDHUD cyclone relief work at Vizg | 25938 |
| 21 | 5867/11-14 | Paid to M/s Varma, electricalfor providing temparory Mike Servicesof NTR Sujala Sravanthi R.O. water plant at LBS Nagar | 77230 |
| 22 | 5868/11-14 | Paid to M/s Varma, electricalfor providing temparory Mike Servicesof NTR Sujala Sravanthi R.O. water plant at LBS Nagar | 86322 |
| 23 | 5909/11-14 | Paid ti M/s Vijaya Krishna, Super Bazar, Vijayawada towards supplyof a4 and legal computer paper bundles | 200356 |
| 24 | 5911/11-14 | Paid to M/s Srilakshmi Ganapathi Agencies for providing two coats of silver colour painting to Center Divider,tubular poles from Dabha kottula road Jn to paipula road Jn. Inaguration of NTR Sujala Sravanthi R.O Water Plant | 36468 |
| 25 | 5942/11-14 | M/s Sri Balaji Office & Automachines, Vijayawada for repairs to xerox machine | 34291 |
| 26 | 5976/11-14 | Paid to District Manager, Civil Supplies Corporation Ltd., W.G.Dt towards supply of packed bitumen to circle-I | 267241 |
| 27 | 6012/11-14 | Paid to M/s Srilakshmi Ganapathi Agencies for providing Electrification to NTR Sujala Sravanthi R.O Water Plant | 91342 |
| 28 | 7244/1-15 | M/s Sri Sowbagya Press, Vijayawada for supply & Delivery of printing items to VMC, Vijayawada | 203237 |
| 29 | 7448/1-2015 | Sri Ganesh Enterprizes, Vijayawada for supply of Catridges tunner and filling | 92731 |

| | | | |
|----|-------------|-----------------------------------------------------------|---------|
| 30 | 7449/1-2015 | Sri N.Sekhar Babu,JA towards purchase of colour catridges | 14952 |
| 31 | 7450/1-2015 | Sri N.Sekhar Babu,JA towards purchase of colour catridges | 36957 |
| 32 | 7548/1-2015 | SRRE City, Vijayawada towards purchase of apple I phone | 72399 |
| | | TOTAL | 8167172 |

Code No11

52.HORTICULTURE SECTION – AMOUNT PAID TOWARDS WATERING, GREENERY AT CENTRAL DIVIDERS–
CONNECTED FILES – NOT PRODUCED–NEEDS ACTION Rs.3,70,512-00

An amount of Rs. 3,70,512-00 was paid to Sri Ch.Rambabu,Contractor, Kesarapalli towards supply of 4 No's water transport vehicles for watering, greenery at Central dividers, traffic islands etc., in 3 circles as detailed below. But the connected files and other relevant records were not produced to audit for verification. In the absence of the same the correctness of the expenditure incurred could not be verified. Hence the incurred amount is held under objection. Hence early action would need to be taken to produce the connected files to audit for verification.

| Vr.No & Dt | Details | Amount (Rs.) |
|--------------|-----------------------------------------------------------------------------------------------------------------------------------|-----------------|
| 297/4-2014 | Supply of 4 No's water transport vehicle for watering, greenery at central deviders, traffic island etc, for the month of 12/2013 | 207902.00 |
| 5308/11-2014 | --do-- from 1/6/14 to 23/6/2014 | 162610.00 |
| | Total | 370512.00 |

53.PUBLIC HEALTH – CONSERVANCY ARTICLES – INDENT ORDER/ LETTERS NOT OBTAINED AND PRODUCED :

As verified from the records relating to the Public Health Section, during the year 2014-15, the connected stock registers and the files along with the Indent orders/letters were not produced to audit for verification.

In the absence of the above, the correctness of the expenditure, issue and utilisation of the articles could not be established. Loss, if any, caused in this regard would need to be made good from the person or persons responsible.

54.MAINTENANCE OF VEHICLES – REGISTERS (RELEVANT). LOG BOOKS NOT PRODUCED —HELD UNDER OBJECTION :

The following are the important registers to be checked in audit of bills relating to maintenance of vehicles.

1.Log Books 2)Registers showing the repairs, replacements etc., 3)Register showing the cost of petrol, Oil etc., 4) Register of inventory or equipment 5) Hire charges payment register 6) Register of old parts collected after replacement 7) Register of accidents.

1) Log Book: During the course of audit due to non-production of these books, it could not be verified in audit whether the following procedure was followed.

- 1) That all the entries in the relevant columns in the Log Books were made.
- 2) That the entries in log books were noted by the officer who used the vehicle in his own hand writing the mileage at the start and at the completion of their trips after verifying kilometers.
- 3) Those sufficient particulars were recorded regarding movement and purpose to indicate that the journeys were on official business.
- 4) That the log book in respect of each vehicle was closed at the end of the month and a summary prepared in the log book showing details of duty and non-duty journey performed during the month in the prescribed proforma.
- 5) That the quantity of petrol diesel oil purchased has been entered in the log book of the respective vehicle.
- 6) That the hire charges collected as per hire charges payment register have been entered in the concerned log books.
- 7) That the log book was scrutinised personally by the authority concerned once in a month and his signature appended there in.
- 8) That the log books was written in the prescribed proforma with full details

A) REGISTER SHOWING THE REPAIRS, REPLACEMENTS, SPARE PARTS Etc.

Due to non-production of these registers, it could not be verified in audit whether the following prescribed procedure was followed.

- a) That the voucher No. and date and nature of repairs etc. together with amount were noted in the appropriate columns of the register.
- b) That in the case of replacement etc. the old parts were disposed off in public auction noted and the sale proceeds credited to municipal funds.
- c) That in case of purchase of spare parts, the rules relating to the invitation and disposal of tenders have been observed.

B) REGISTER SHOWING THE COST OF PETROL, OIL, ETC.,

Due to non-production of this register, it could not be verified in audit whether the following prescribed procedure was followed or not.

- a) That the details of expenditure incurred towards cost of petrol etc. have been entered with reference to the voucher No. and date and the amount covered for the same.
- b) That the consumption of the petrol, oil etc. date wise has been entered therein.
- c) That in respect of the contingent bills for the supply of petrol/diesel oil, the following certificates have been recorded by the authority concerned on the bills.

Certified that the quantities purchased have been entered in the log book of the respective vehicle.

Certified that necessary recoveries under rules have been made from the parties concerned using the vehicles for non-duty journeys and the amounts credited to the institution.

d) That the mileage run by the vehicle during a particular period as per log book was in accordance with the issues of petrol and oil shown in this register.

e) That the propulsion charges or cost of fuel etc., received if any from the persons who used the vehicle on non-duty have been entered in this register and a receipt to that effect has been issued to the parties.

f) That the register was periodically checked by the concerned authority and a certificate to that effect has been

REGISTERS OF INVENTORY OF EQUIPMENT

Due to non-production of this register, it could not be verified in audit whether the following prescribed procedure was followed or not.

a) That the nature of equipment purchased has been entered in this register together with the date of purchase and price etc, as per voucher.

b) That the inventory of equipment has been checked by the concerned authority every month and a certificate to that effect has been recorded there in.

c) That the loss if any, arising out of negligence or fault of any person has been recovered and credited to the funds.

55.HALF MARGIN LETTERS ISSUED – INFORMATION NOT FORTHCOMING:

During the course of audit of the Municipal Corporation, Vijayawada for the year 2014-15, several half margin letters were issued to the heads of sections and other officers also requesting them to arrange for production of the records under their control for audit scrutiny. But, no action was taken by the heads of the sections concerned to arrange for the records sought for. The administrative authorities also failed to cause for the production of the said records. In view of this several records could not be verified in audit and several objections involving substantial amounts had to be raised in the audit report. Non production of records speaks ill of the preparedness of the institution for audit.

Action would need to be taken by the executive authority to avoid such instances in future and records required for audit be produced.

Code:(11)

56. ESTABLISHMENT AUDIT REGISTER NOT MAINTAINED:-

The Establishment Audit Register for the year 2014-15 was not maintained and produced to audit for verification.

In the absence of the same, the correctness of the expenditure incurred could not be verified in audit.

Action would need to be taken to get the Establishment Audit Register written up with all particulars (i.e.) scale of Pay, Basic Pay, Personal Pay, F.P., D.A., H.R.A., C.C.A., etc at each individual from time to time and supplementary claims etc (along with voucher NO . & Date and amount paid Gross and Net) and produced to audit for verification.

57.WORKS WERE ENTRUSTED TO THE CONTRACTOR ON NOMINATION BASIS, APPROVAL ORDERS OF THE STANDING COMMITTEE NOT PRODUCED.(code no.11)

RS.3,27004.00

As verified from the work files relating to the works 1) " Providing MS ghats at east side of sanitary office and north side of E-Seva at municipal corporation main office and 2) Providing MS Collapsible gate at east,west side and also at TP Section in Vijayawada municipal corporation.

The above works were executed on nomination basis. Without inviting tenders, awarding of works on nomination basis is clearly a contrary to the AP Municipal tender rules 1967 made under the A.P Municipalities Act 1965. Urgent works may be entrusted on nomination basis But the approval of the standing committee is necessary. Since the approval orders of the standing committee are not produced to audit for verification ,it is not possible to verify under which circumstances the works were taken up on nomination basis. Hence it is held under objection.

Hence early action would need to be taken to produce the approval orders of the standing committee for verification in audit. The loss if any sustained in this regard would need to be recovered from the person or persons responsible.

| | | | |
|-------------------|----------------------------------------------------------------------------------------------------------------------------|-------------------------------------------------------|---------------------------------|
| 1.Vr no.1896/7-14 | WORK:1) " Providing MS ghats at east side of sanitary office and north side of e-seva at municipal corporation main office | File no EE1 Rc E6 - 120726/2012 M.Book no.22/2012-13. | Net amount paid RS.1,93,061.00 |
| 2.Vr.no.2417/7-14 | 2) Providing MS Collapsible gate at east,west side and also at TP Section in Vijayawada municipal corporation. | File no EE1 Rc E6 - 120727/2012 | Net amount paid RS. 1,33,943.00 |

58.REGISTER OF WORK BILL RECOVERIES NOT WRITTEN UP AND PRODUCED, REMITTENCE CHALLANAS ALSO NOT PRODUCED. Code no.11

The register of work bill recoveries for the year 2014-15 has not been written up and produced for verification in audit. In the absence of the work bill recoveries register and remittance challanas ,the amount of deductions like VAT,QC,IT,LC and NAC etc.made from the work bills and whether they were properly remitted to concerned head of account or not could not be verified in audit.

Therefore immediate action would need to be taken to written up the register of work bill recoveries and to produce the challanas. Or else the loss if any sustained in this regard due to non production of above records would need to be recovered from the person or persons responsible

59. VOUCHERS NOT PRODUCED. Code no.11

During the course of audit on the accounts of Municipal corporation vijayawada for the year 2014-15,the fallowing vouchers(statement enclosed) not produced in audit .The vouchers were not produced in audit even after several half margin letters were issued to municipal authorities vide 1)Lr sa no 2/2016-17 dt 4-5-2016 and 2)Lr sa no 3/2016-17 dt 4-5-2016.In the absence of the vouchers and connected files the correctness of the expenditure could not be verified in audit .

Therefore action would need to be taken to produce the vouchers and connected files to audit for verification . The loss due to non production of above records if any sustained that would need to be recovered from the person or persons responsible

CODE NO:11

60.GENERAL STAFF PROVIDNET FUND VOUCHER AND CONNECTED SANCTION ORDERS – NOT PRODUCED Rs. 95,000/-

During the course of audit it is noticed that an amount of Rs. 95,000/- was drawn and paid vide vr. No. 237/dt. 27/9/2014 to Sri. G.V. Maruthi Sarma, BC towards sanction of GPF part final. But the connected voucher and sanction orders were not made available,for verification in audit. The same was brought to the notice of the authorities. Through half margin letter during the audit. But those records were not produced till the close of audit. In the absence of the same the correctness of the expenditure incurred could not be certified in audit and is held under objection. Therefore action would need to be taken to produce the same to audit or else the loss if any sustained would need to be assessed and made good from the person or persons responsible and credited to General Staff PF account under intimation to audit.

61.PROVIDENT FUND – LOAN/PART FINAL AMOUNT PAID TO ELEMENTARY EDUCATION EMPLOYEES – CONNECTED SANCTION ORDERS TOGETHER WITH REGISTER OF TEMPORARY ADVANCES/PART FINAL WITHDRAWAL – NOT PRODUCED (code no.11) Rs. 3,80,000/-

During the year under audit, it was noticed that an amount of Rs. 3,80,000/- was paid to the Elementary Education Employees of this Municipal Corporation. But the connected sanction orders together with Register of temporary advance/part final withdrawal was not produced to audit.

In the absence of the above records the following observations could not be made in audit.

1. The purpose of the amount paid was not known
2. As per the GPF rules the amount sanctioned towards temporary advance should be recovered but the same could not be found.
3. Whether the amount sanctioned in accordance with the rules and limits prescribed under GPF rules not known.

Hence the amount paid as detailed below is held under objection. Therefore action would need to be taken to produce the above records to audit or else the loss sustained if any would need to be made good from the person or persons responsible and credited to PF account under intimation to audit.

| Vr. No/Date | Discription | Amount (Rs.) |
|-------------|-------------------------------------------|--------------------|
| 10-7/14 | Smt. M. Siva Parvathi, H.M-Part final | 1,00,000.00 |
| 11-9/14 | Sri. Ch. Subbarao, H.M – Part final | 1,50,000.00 |
| 13-3/15 | Sri. B. Hanumantha Rao, H.M- PF Loan | 50,000.00 |
| 14-3/15 | Smt. D. Sita Madhavi, H.M – PF part final | 80,000.00 |
| | TOTAL | 3,80,000.00 |

62.PROVIDENT FUND – LOAN/PART FINAL AMOUNT PAID TO SECONDARY EDUCATION EMPLOYEES –
CONNECTED SANCTION ORDERS TOGETHER WITH REGISTER OF TEMPORARY ADVANCES/PART FINAL
WITHDRAWAL – NOT PRODUCED

Rs.16,64,660/-

During the year under audit, it was noticed that an amount of Rs. 16,64,660/- paid to the Secondary Education Employees of this Municipal Corporation. But the connected sanction orders together with Register of temporary advance/part final was not produced to audit.

In the absence of the above records the following observations could not be made in audit.

1. The purpose of the amount paid was not known
2. As per the GPF rules the amount sanctioned towards temporary advance should be recovered but the same could not be found.
3. Whether the amount sanctioned in accordance with the rules and limits prescribed under GPF rules not known.

Hence the amount paid as detailed below is held under objection. Therefore action would need to be taken to produce the above records to audit or else the loss sustained would need to be made good from the person or persons responsible and credited to PF account under intimation to audit.

| Vr. No/date | Discription | Amount |
|-------------|--------------------------------------------------------|---------------------|
| 23-7/14 | Smt. E. Rose Marry, Rtd. School Asst.- GPF final | 2,66,660.00 |
| 24-7/14 | Smt. P. Krishnaveni, SGT, GPF- Part final | 1,30,000.00 |
| 26-9/14 | Smt. V.S. Manmadha, School Asst. – GPF part final | 1,20,000.00 |
| 27-9/14 | Sri. P.V. Ravindranadh, School Asst- GPF part final | 1,70,000.00 |
| 28-9/14 | Sri. S. Santha Rao, School Asst. – GPF part final | 75,000.00 |
| 29-9/14 | Sri. Ch. Venkata Rao, School Asst.- GPF part final | 95,000.00 |
| 30-9/14 | Smt. B.V. Nagaraja Kumari, School Asst.- GPF Par final | 75,000.00 |
| 31-9/14 | Smt. P. Neeraja, H.M, School Asst. – GPF part final | 1,00,000.00 |
| 32-9/14 | Smt. K. Vijaya Bharathi, School Asst.- GPF part final | 1,50,000.00 |
| 33-9/14 | Sri. M. Srinivasa Reddy, School Asst.- GPF part final | 1,30,000.00 |
| 56-24.1.15 | Sri. D. Prasada Rao, SGT- GPF loan | 45,000.00 |
| 57-24.1.15 | Sri. M.A. Kuddus khan, GPF Loan | 1,20,000.00 |
| 60-24.1.15 | Sri. G. Vijaya kumar, PET- GPF part final | 68,000.00 |
| 69-3/15 | Sri. P.S. RamaKrishna, PET-GPF part final | 1,00,000.00 |
| | TOTAL | 16,64,660.00 |

63.PROVIDENT FUND – LOAN/PART FINAL AMOUNT PAID TO GENERAL EMPLOYEES – CONNECTED SANCTION ORDERS TOGETHER WITH REGISTER OF TEMPORARY ADVANCES/PART FINAL WITHDRAWAL – NOT PRODUCED

Rs.52,83,000/-

(code no.11)

During the year under audit, it was noticed that an amount of Rs. 52,83,000/- paid to the General Employees of this Municipal Corporation. But the connected sanction orders together with Register of temporary advance/part final was not produced to audit.

In the absence of the above records the following observations could not be made in audit.

1. The purpose of the amount paid was not known
2. As per the GPF rules the amount sanctioned towards temporary advance should be recovered but the same could not be found.
3. Whether the amount sanctioned in accordance with the rules and limits prescribed under GPF rules not known.

Hence the amount paid as detailed below is held under objection. Therefore action would need to be taken to produce the above records to audit or else the loss sustained would need to be made good from the person or persons responsible and credited to PF account under intimation to audit.

| Vr.No/Date | Discription | Amount (Rs.) |
|------------|-----------------------------------------------|--------------|
| 132-7/14 | Sri. Ramaswamy W.M – PF part final | 60000.00 |
| 133-7/14 | Sri. Lakshmanarao – PF part final | 30000.00 |
| 189-9/14 | Sri. M. Durga Rao, PHW- PF loan | 43000.00 |
| 190-9/14 | Sri. V. Anil Kumar PHW – PF loan | 18000.00 |
| 191-9/14 | Smt. V. Vani KUmari, PHW-PF loan | 48000.00 |
| 192-9/14 | Smt. Ch. Savithri, PHW-PF loan | 48000.00 |
| 193-9/14 | Smt. K. Appayamma, PHW-PF loan | 36000.00 |
| 194-9/14 | Smt. N. Nookamma, PHW- PF loan | 49000.00 |
| 195-9/14 | Sri. V. Venkateswara Rao, PHW- PF loan | 32000.00 |
| 196-9/14 | Smt. Ch. Veeramma, PHW – PF loan | 32000.00 |
| 197-9/14 | Sri. G. Raju, PHW-PF loan | 42000.00 |
| 198-9/14 | Smt. Bandi Kamala, PHW-GPF part final | 47000.00 |
| 199-9/14 | Smt. M. Venkayama, PHW – GPF part final | 54000.00 |
| 200-9/14 | Sri. S.Rama Koteswara rao, PHW-GPF part final | 51000.00 |
| 201-9/14 | Sri. G. Pavan Kumar, SM-PF loan | 50000.00 |
| 202-9/14 | Sri. K. Ramulu, RGM-PF loan | 35000.00 |
| 203-9/14 | Sri. CH. Lazar, WM- PF loan | 50000.00 |
| 204-9/14 | Smt. S. Karuna, PF loan | 25000.00 |
| 205-9/14 | Smt. G. Nageswaramma, Gardiner-PF loan | 35000.00 |
| 206-9/14 | Smt. P. Laxmi, Gardiner-PF loan | 35000.00 |
| 207-9/14 | Smt. G. Varalaxmi, Gardiner, PF loan | 45000.00 |
| 208-9/14 | Sri. M. Samba siva rao, RGM- GPF part final | 90000.00 |
| 209-9/14 | Sri. G.J. Anand, B.C-GPF part final | 65000.00 |
| 210-9/14 | Sri. B. Sambasiva rao-GPF part final | 70000.00 |
| 211-9/14 | Sri. T. Jaya Raju, SI-GPF part final | 100000.00 |
| 212-9/14 | Sri. S. Surya kumar, BC-GPF part final | 50000.00 |
| 213-9/14 | Sri. T. Yacob, Jr. Mazdor-GPF part final | 65000.00 |
| 214-9/14 | Sri. T. Srinivasarao, Gardiner-GPF part final | 85000.00 |
| 215-9/14 | Sri. K. Rajagopala Rao, OS-GPF part final | 95000.00 |
| 216-9/14 | Smt. CH. Anasuya devi, - GPF part final | 100000.00 |
| 217-9/14 | Sri. A. Prasada Rao, Typist- GPF part final | 40000.00 |

| | | |
|-----------|----------------------------------------------------|---------------------|
| 218-9/14 | Sri. M. Mehar baba, Typist- GPF part final | 85000.00 |
| 219-9/14 | Sri. Sk. Sardar, Driver- GPF part final | 80000.00 |
| 220-9/14 | Sri. D. Pentamma, PHW- GPF PF loan | 37000.00 |
| 221-9/14 | Smt. G. Tirupathamma, PHW PF loan | 37000.00 |
| 222-9/14 | Sri. B. Srinu, PHW PF loan | 33000.00 |
| 223-9/14 | Sri. G. Johan, PHW PF loan | 42000.00 |
| 224-9/14 | Smt. Santhakuamri, PHW-PF loan | 47000.00 |
| 225-9/14 | Sri. Appala Rao, PHW-PF loan | 51000.00 |
| 226-9/14 | Sri. T. Venkateswaralu, PHW PF loan | 47000.00 |
| 227-9/14 | Sri. B. Issac, PHW-PF loan | 31000.00 |
| 228-9/14 | Sri. P. Balaswamy, PHW-PF loan | 33000.00 |
| 229-9/14 | Smt. M. Appalamma, PHW – PF loan | 42000.00 |
| 230-9/14 | Smt. A. Bangaramma, PHW- GPF part final | 80000.00 |
| 231-9/14 | Sri. A. Apparao, PHW-GPF part final | 66000.00 |
| 232-9/14 | Smt. V. Laxmi, PHW-GPF part final | 91000.00 |
| 233-9/14 | Sri. B. Guravayya, Lab Boy- GPF part final | 65000.00 |
| 234-9/14 | Sri. K. Mani Raju, BC-GPF part final | 75000.00 |
| 235-9/14 | Smt. D.M.V. Laxmi, GPF part final | 45000.00 |
| 236-9/14 | Sri. Y. Ganapathi Reddy, Wireman- GPF part final | 65000.00 |
| 248-11/14 | Smt. K. Jansi Rani, Jr. Steno, GPF part final | 105000.00 |
| 249-11/14 | Sri. Y. Yesudasu, RGM- GPF part final | 44000.00 |
| 251-11/14 | Smt. B. Laxmi, PHW- GPF LOan | 50000.00 |
| 254-11/14 | Sri. V. Durga Rao, PHW-GPF part final | 50000.00 |
| 256-11/14 | Sri. M. Sambaih, PHW-GPF part final | 34000.00 |
| 257-11/14 | Sri. J. Yebelu, PHW-GPF part final | 50000.00 |
| 258-11/14 | Sri. K. Ramna, PHW – GPF part final | 70000.00 |
| 259-11/14 | Sri. R. Narasimha rao, Cleaner, GPF part final | 100000.00 |
| 260-11/14 | Sri. K. Jaya rao, WM-GPF part final | 100000.00 |
| 261-11/14 | Sri. K. Jeeva Ratnam, FC- GPF part final | 100000.00 |
| 263-11/14 | Sri. S.S. Bhadoor, Attender-GPF part final | 89000.00 |
| 264-11/14 | Sri. T. Ranga paul, RO-GPF part final | 30000.00 |
| 265-11/14 | Sri. G. Nageswara rao, PHW-GPF part final | 57000.00 |
| 266-11/14 | Sri. SIL. Narasimha rao, GPF part final | 120000.00 |
| 267-11/14 | Sri. N.Yedukondalu, GPF part final | 50000.00 |
| 268-11/14 | Sri. M.V. Ramana, PHW-GPF part final | 50000.00 |
| 269-11/14 | Sri. K. Subba Rao, PHW- GPF part final | 90000.00 |
| 270-11/14 | Sri. K. Venkata laxmi, PHW-GPF part final | 87000.00 |
| 271-11/14 | Smt. S. Sivamma, PHW- GPF part final | 34000.00 |
| 272-11/14 | Sri. P. Chennaiah, Mazdoor-GPF Loan | 30000.00 |
| 306-11/14 | Sri. N.V.D. Prasad, Sr. Asst-GPF part final | 150000.00 |
| 307-11/14 | Smt. K. Kanakadurga, Gardner-GPF part final | 30000.00 |
| 308-11/14 | Sri. M. Sambasiva rao, Driver-GPF part final | 54000.00 |
| 309-11/14 | Sri. K. Venkateswara tao, Driver-GPF part final | 63000.00 |
| 310-11/14 | Sri.M.D. Malleswara rao, SI, -GPF part final | 120000.00 |
| 311-11/14 | Sri. CH. Srinivasa rao, Typist-GPF part final | 80000.00 |
| 312-11/14 | Sri. D. Venkateswara rao, Jr. Asst.-GPF part final | 64000.00 |
| 313-11/14 | Sri. Jabal Hussain, Medical Officer-GPf part final | 200000.00 |
| 314-11/14 | Sri. P. Chainaiah, RGM-GPF part final | 40000.00 |
| 315-11/14 | Sri. U. Parandamaiah-WM-GPF part final | 50000.00 |
| 320-11/14 | Sri. P. Sampathkumar, Supdt. –GPF part final | 250000.00 |
| 322-11/14 | Sri. N.Koteswara rao, Sr. Asst.-GPF part final | 50000.00 |
| 324-11/14 | Sri. N. Sastry, BC-GPF part final | 100000.00 |
| | TOTAL | 52,83,000.00 |

64.DEPOSITS - REFUND OF DEPOSITS - ORIGINAL CREDIT NOT POINTED OUT AND CONNECTED FILES NOT PRODUCED – NEEDS ACTION.(code no.11)

As seen from the cash book and Annual account for the year 2014-2015 an amount of Rs. 28,35,386.00 (as per R&P statement) was incurred as expenditure towards refund of deposits, amounts to contractors, connected deposits register files approval orders and their original Deposits. But the credit to Municipal Corporation funds was not available for verification, in the absence of the same, the correctness of the expenditure could not be verified and is held under objection. Therefore action would need to be taken to produced the Deposits register, and connected files etc., to audit for verification properly.

Further the Deposit register was not maintained Properly and objection was also raised in the previous audit reports. But not action has been taken to rectify the defects pointed out in audit till to date.

| Account Code | Details | Amount |
|--------------|---------------------------|------------|
| 3401001 | Ernest Money Deposits | 1517594-00 |
| 1801101 | Ernest Money Deposits | 36,159-00 |
| 3401003 | Further Security Deposits | 1281633-00 |
| | Total | 2835386-00 |

NON – PRODUCTION OF RECORDS: CODE.No.11

65.REGISTER GRANTS AND GRANTS APPROPRIATION REGISTER NOT MAINTAINED – IRREGULAR NEEDS EARLY ACTION:

The Register of Grants and Grants Appropriation Register was not maintained and produced by the following Executive Agencies to Audit for verification. In the absence of the said register, it is very difficult to ascertain the flow of expenditure from the Grants – in – aid received with particulars of Unspent Balance of the grant to be refunded to State Funds and also to ensure that no excess expenditure is incurred over and above the grants appropriated. The Grants in Aid Register which is a dependable record to watch the Grants in aid received by the Executive Authorities concerned would need to be maintained as A.P.Financial Code read with A.P.Treasury Code and produced to Audit for verification at the time of local Audit.

NON PRODUCTION OF RECORDS:

CODE.NO.11

66.NON SUBMISSION- NON SUBMISSION OF ANNUAL ACCOUNTS TO AUDIT – IRREGULAR – NEEDS EARLY ACTION CALEED FOR:

According to the Rule 14 of A.P.Municipalities (Preparation and submission of Accounts & Abstracts) Act, 1970 Municipalities should complete the Annual Accounts and forwards of the same to the Audit not later than 15th June of every succeeding Year. But, it was received during the course of audit. It should be assured that the Annual account is submitted to State Audit department within the statutory period.

The purpose of preparation of Annual Accounts is to assess the financial status of the Municipality both in terms of Revenue Collected and the Expenditure incurred. The Expenditure incurred on various heads of accounts and Revenues Collected from various sources from both Tax and Non – Tax Revenues gives the Municipality the scope for proper planning.

67.DEFECTIVE MAINTENANCE OF CASH BOOKS, BANK PASS BOOKS / STATEMENTS, NON CONDUCTION OF RECONCILIATION AND NON – PRODUCTION OF CASH BOOKS AND BANK PASS BOOKS: (code no.11)

As of 01.04.2015, the Municipality disclosed ____ No of bank Accounts in respect of various schemes. During the verification of Cash Books, Bank Pass Books, Bank reconciliation statements, the following observations were made:

1) Defective maintenance of Cash Books:

On verification of Cash Books made available to audit, it is observed that the Cash Books were never closed and closing balance's was not attested by the responsible Officer, receipt entries were not made only payment entries were made, there were blank pages between date to date the payment entries, monthly closings were not updated and reconciliation between bank Pass Book balance and cash Book balance of any point of time during the period covered by audit.

Due to defective maintenance of Cash Book and non – conduction of reconciliation, fraudulent draws, and spurious remittances if any could not be verified in audit.

When this was brought to notice, it was replied that action would be taken to rectify the defects in the maintenance of Cash Books.

NON-PRODUCTION OF RECORDS (Code: 11)

68. PROPERTY TAX - MUTATION REGISTER NOT WRITTEN UP AND PRODUCED

The permanent changes in the assessment of Buildings, land, lighting, water, drainage, scavenging, railway and education taxes have to be recorded in the register of mutations with reference to the register of revision petitions and monthly lists of outdoor subordinates. But the mutation register for property tax for the year 2014-15 was not written and produced for verification in audit.

In the absence of the mutation register, the correctness of the demand under property tax could not be verified. The omission, if any, would need to be included in the demand and fact reported to audit.

69. NON-PRODUCTION OF RECORDS (CODE: 11)

APPEALS & RP-S - REGISTER OF APPEALS AND RPS NOT PRODUCED

The said register was not maintained in VMC, VZA to verify the appeals and RPs received and its disposal along with the concerned files. In the absence of the same, the tax if any was reduced due to genuine reasons could not be verified.

NON-PRODUCTION OF RECORDS (CODE: 11)

**70. WATER TAX - DEMAND REGISTER FOR BULK & SEMI BULK SUPPLY- METER
READING REGISTERS NOT PRODUCED - NEEDS ACTION.**

As verified from the books and other records relating to Water Tax of bulk & semi bulk consumers, it is noticed that the meter reading registers have not been maintained, which are the basis for fixation of demand of bulk and semi bulk water supply to Commercial & Industrial concerns. In the absence of the said registers the correctness of the collections made could not be verified. It is also not possible to analyse the water drawn from the Municipal Source and supplied to the customers. Surprisingly an insignificant amount was shown in the annual account towards excess water charges, Rs. 3690/- the amount shown is a nominal collection figure. Reasons for such nominal collection were not given during the course of our audit. Hence early steps would need to be taken to maintain such registers and made available to Audit for verification under proper attestation, the loss if any, in this regard would need to be recovered from the person or persons responsible and made good to VMC, VZA Funds.

The Water Supply Section has maintained only the Demand Registers for Bulk and Semi Bulk water users only. This section was fully dependent on the information available from Saukaryam collections, but not on meter reading registers. The statement is enclosed, for perusal. We have observed that Major Dues in Water supply on the basis of information available on Saukaryam website.

NON PRODUCTION OF RECORDS:**CODE.NO:11****71.RECORDS – CERTAIN RECORDS VIZ. , WHITE CARD HOLDERS ETC., NOT PORODUCED IN CIRCLE-2 –
IRREGULAR – NEEDS EARLY ACTION CALLED FOR:**

As could verified form the Records relates to Vijaywada Municipal Corporation for the year 2014-15, it is noticed that the records relates to Tap Donations Watch Register, it was observed that the following beneficiaries were allowed for concession in connection with Tap Donations due to they are belongs to

White hold Card holders issued by the Civil Supplies Department. But, during verification of records the connected evidence were not made available to audit for verification. As such in absence of the above, the correctness of the amounts thus colleted could not be verified in audit. Though half margin letters were issued to the Executive “Authorities concerned, simply acknowledged the same only, and no efforts have been taken to furnish the same to audit.

Therefore, the losses if any sustained in this regards the same would need to be worked out and made the amounts from the person or persons responsible besides furnish the material facts to this department positively.

NON PRODUCTION OF RECORDS:**CODE.NO:11****72.RECORDS – CERTAIN RECORDS VIZ. , METER READING BOOK AND BILLS RELATES A.E.-4 IN CIRCLE-2 –
NOT PRODUCED - IRREGULAR – NEEDS EARLY ACTION CALLED FOR:**

As could verified form the Records relates to Vijaywada Municipal Corporation for the year 2014-15, it is noticed that the records relates to Meter Reading Register and Bills concerned in respect of A.E.4 in Circle-2 were not made available in audit for verification. As such in absence of the above, the correctness of the amounts thus colleted could not be verified in audit. In spite of several half margin letters were issued to the Executive “Authorities concerned, simply acknowledged the same only. But, the connected records were not furnished to audit for verification.

Therefore, in absence of the above, the losses if any sustained in this regards the same would need to be worked out and made the amounts from the person or persons responsible besides furnish the material facts to this department positively.

NON PRODUCTION OF RECORDS:**CODE.NO:11****73.RECORDS – REMITTANCE CHALLANS VIZ., I.T - NOT PRODUCED - IRREGULAR – NEEDS EARLY ACTION CALLED FOR:**

As could verified form the Records relates to Vijaywada Municipal Corporation for the year 2014-15, it is noticed that the following amounts were drawn and paid towards remittance of Income Tax o the department concerned. But, the connected Remittance Challan or remitted particulars etc., were not furnished to audit for verification. As such in absence of the same, the correctness of the amounts thus drawn and paid could not be verified in audit.

Particulars:

| Sl.No. | Particulars | Date | Amount involved | Remarks |
|--------|------------------|------------|-----------------|---------|
| 1 | 2 | 3 | 4 | 5 |
| 1 | Cheque.No.873671 | 08.01.2015 | 7,037.00 | |
| 2 | Cheque.No.1746 | 12.05.2014 | 2,600.00 | |
| 3 | Cheque.No.7492 | 11.05.2014 | 23,451.00 | |
| 4 | Cheque.No.1750 | 28.05.2014 | 71,967.00 | |
| 5 | Cheque.No.504326 | 20.05.2014 | 18,132.00 | |
| 6 | Cheque.No.504336 | 20.05.2014 | 19,591.00 | |
| 7 | Cheque.No.504345 | 28.05.2014 | 27,223.00 | |
| 8 | Cheque.No.077493 | 31.05.2014 | 10,697.00 | |
| 9 | Cheque.No.504388 | 31.05.2014 | 11,542.00 | |
| 10 | Cheque.No.16560 | 01.07.2014 | 7,579.00 | |
| 11 | Cheque.No.879847 | 22.07.2014 | 64,218.00 | |

Therefore, in absence of the above, the losses if any sustained in this regards the same would need to be worked out and made the amounts from the person or persons responsible besides furnish the material facts to this department positively.

74.NON PRODUCTION OF RECORDS:**CODE.NO:11****RECORDS – REMITTANCE CHALLANS VIZ., P.F, GIS, LIC, APGLI, P.T AND, COURT PAYMENTS ETC., NOT PRODUCED - IRREGULAR – NEEDS EARLY ACTION CALLED FOR:**

As could verified form the Records relates to Vijaywada Municipal Corporation for the year 2014-15, it is noticed that the following amounts were drawn and paid towards remittance of P.F, GIS, LIC, APGLE ,P.T, AND COURT PAYMENTS to the department concerned. But, the connected Remittance Challan or remitted particulars or the Recoveries Register relates to the above heads etc., were not furnished to audit for verification. As such in absence of the same, the correctness of the amounts thus drawn and paid could not be verified in audit.

Therefore, in absence of the same, the correctness of the amounts thus drawn and paid could not be verified in audit. Hence, in absence of the same, the losses if any sustained in this regards the same would need to be worked out and made the amounts from the person or persons responsible besides furnish the material facts to this department positively.

75.NON PRODUCTION OF RECORDS:**CODE.NO:11****PROPERTY TAX AND ITS COMPONENTS - NOT IMPLEMENTED:**

According to the provision of Sec.85 of the A.P. Municipalities Act, 1965, the government have fixed ceiling to the rate of property tax inclusive of Education tax and library cess that it should not exceed 25% of A.R.V in respect of residential buildings and 33% of A.R.V. in respect of non-residential buildings. The property tax should be allocated to the following components to provide for expenses under each head.

1. General purpose
2. Water supply tax
3. Drainage tax
4. Scavenging tax
5. Lighting tax
6. Education tax
7. Library cess

As verified from the annual account the property tax was not apportioned among the applicable components in the above stated heads. This was contrary to the objective of the provisions made under the said section of the Municipal Act. The same would need to be rectified and the prescribed procedure followed in future. The Commissioner would need to take earnest steps for allocation of property Tax as per the provisions in the Municipal Act to fulfil statutory obligation.

76.NON ISSUANCE OF OCCUPANCY CERTIFICATE AND CONSEQUENT LOSS.

Occupancy Certificate shall be mandatory for all buildings and unless such certificate has been granted by the sanctioning authority no person shall occupy or allow any other person to occupy any building or part of the building. The Property owners consequent upon completion of the construction have to intimate the Municipality of the same in the prescribed proforma to facilitate the ULB to issue occupancy certificate and levy of PT. It was observed that there was no such arrangement indicating failure of the Municipality in enforcing the provisions laid down. Government have issued G.O.Ms.No.168 MA&UD(M) Department Dated 07.04.2012 and as per Rule 26(d) the rate of compounding fee shall be equivalent to 100% of the value of the land as fixed by the Registration Department at the time of compounding for the violated portion. As the files concerned were not produced to audit the observance of the rules issued in the said G.O by the ULB could not be checked in audit.

Further clause -g- under Rule 26 of GO.Ms.No.168 MA & UD (M) Dept. dated 07-04-2012 the functional/line agencies shall not give regular connections of power, water, sewerage etc., unless such occupancy certificate is produced or alternatively may charge three times the tariff till such time occupancy certificate is produced. It was noticed in audit that in most of the cases the said connections were given even without issuing the occupancy certificate and normal tariffs are charged.

Thus non production of building application files to audit would give scope for non detection of such irregularities which cause huge loss to the income of the ULB's.

77.WATER SUPPLY - NEW CONNECTIONS APPLICATIONS NOT PRODUCED:

During verification of the water supply, donations received register maintained relating to the water supply new connections, the individual applications, connected files along with sanction proceedings were not produced to audit. In the absence of the connected applications and sanction proceedings along with all relevant files, the correctness of the new connections, fee collected could not be verified in audit. Loss, if any, sustained on this count would need to be recovered and remitted to the municipal funds under intimation to audit.

78.GENERAL WORKS –VOUCHERS PRODUCED BUT CONNECTED FILES NOT PRODUCED.Rs.2,01,31,629.00
code no.11

During the course of audit on the accounts of Municipal corporation vijayawada for the year 2014-15, Mbooks, estimates and connected files of following vouchers(statement enclosed) not produced in audit . Mbooks ,estimates and connected files of following vouchers were not produced in audit even after a half margin letter was issued to municipal authorities vide 1)Lr sa no 3 /2016-17 dt 13-5-2016 and .In the absence of the above records the correctness of the expenditure could not be verified in audit .

Therefore action would need to be taken to produce the Mbooks ,estimates and connected files of following vouchers to audit for verification . The loss due to non production of above records if any sustained that would need to be recovered from the person or persons responsible.

| S.No. | Voucher no/date/circle no. | Amount.Rs. |
|-------|-------------------------------|-------------|
| 1 | 39/04/2014/C1 | 777717 |
| 2 | 149/04/2014/C3 | 527614 |
| 3 | 206/04/2014/C2 | 427240 |
| 4 | 259/04/2014/C2 | 519445 |
| 5 | 386/04/2014/C2 | 603073 |
| 6 | 1887/07/2014/c1 | 531067 |
| 7 | 1892/07/2014/C1 | 445638 |
| 8 | 1893/07/2014/C1 | 447255 |
| 9 | 1902/07/2014/C1 | 2157359 |
| 10 | 2006/07/2014/C2 | 466581 |
| 11 | 2017/07/2014/C2 | 259141 |
| 12 | 3580/08/2014/C2 | 253564 |
| 13 | 3870/09/2014/C2 | 258831 |
| 14 | 3880/09/2014/C2 | 254043 |
| 15 | 3886/09/2014/C2 | 531075 |
| 16 | 3872/09/2014/CI | 293418 |
| 17 | 5217/12/2014/CI | 369322 |
| 18 | 5396/11/2014/CI | 407068 |
| 19 | 5410/11/2014/CI | 759542 |
| 20 | 5584/11/2014/CI | 543700 |
| 21 | 5906/11/2014/C1 | 2972626 |
| 22 | 5983/11/2014/CI | 540000 |
| 23 | 6021/11/2014/CI | 578000 |
| 24 | 6496/12/2014/CI | 477075 |
| 25 | 6519/03/2015/C3 | 286934 |
| 26 | 7211/12/2015/CI | 420000 |
| 27 | 8502/03/2015/C2 | 698582 |
| 28 | 7239/1/2015/CI | 425311 |
| 29 | 8497/03/2015/C2 | 586077 |
| 30 | 8498/03/2015/C2 | 584284 |
| 31 | 8499/03/2015/C2 | 512106 |
| 32 | 8500/03/2015/C2 | 519359 |
| 33 | 8502/03/2015/C3 | 698582 |
| | TOTAL | 2,01,31,629 |

79.WORKS – SUPPLY AND DELIVERY OF FERRIC ALUM FOR MAINTENANCE OF HEAD WATER WORKS- SERIVE
TAX NOT DEDUCTED – EXCESS PAYMENT.
Rs .1,79,096/ code no.13

As verified from the connected work bills and Tender Fills and agreement files it is noticed that 12.36% of service tax was collected from the supplies. But the Municipal authorities was not watched/observed the agreement and the service tax was not deducted and paid the final payment form the contractor. This is irregular and an amount of Rs. 1,79,096/- was excess amount paid to the contractor. Action would need to be taken to collect the excess amount paid to the contractor and the fact may be intimated to audit.

| S.no | Contractor Name & Address | Default of work | Vr.No/ Date | Payment Amount Rs. |
|------|---------------------------------------------------------------------------------------------|---------------------------------------------------------------------------------------------------------------------------------------------------------------------------|----------------------------|--------------------------------|
| 1 | M/s. Swathi Industries, nawabpet, Medak Dist. Agreement Amount Rs. 14,49,000/- | Supply and delivery of Ferric Alum for Maintenance of Head Water works at Vijayawada Municipal Corporation. M.B. No. 118/2010-11. P.No. 33 & 38 M.B. No. 22/2012-13 | 1303/6/14 3572/9/14 | 7,29,000.00 6,51,392.00 |
| | | TOTAL | | 13,80,392.00 |

80.FAMILY PENSIONS – ENHANCED FAMILY PENSION PAID IN EXCESS OF THE STIPULATED PERIOD, CONSEQUENTIAL EXCESS PAYMENTS – IRREGULAR – NEEDS RECOVERY : Rs. 5,86,039.00 (code no.13)

During the course of audit 2014-15, it was noticed that an amount of Rs. 5,86,039.00 was paid in excess towards the payment of family pensions,.According to AP Revised pension rules 1980 Enhanced family pension should be paid to the family pensioner up to the period of 7 years from the date of death of the employee or attaining the age of 65 years of employee ,whichever is earlier,,after that normal family pension should be paid only. But in the following cases the above mentioned rule was not followed by the municipal Authorities .Enhanced family pension was not reduced to the normal family pension even after the end of the stipulated period. Therefore excess payments were paid in the following family pension cases .

Therefore immediate action would need to be taken to recover the excess payments paid to the family pensioners and credit the same to municipal funds or else the loss if any sustained in this regard would need to be recovered from the person or persons responsible .

1)SMT S.Kusuma kumary,W/O late S.Visweswara rao,deceased Record Assistant. PPO NO 2309

| PERIOD | DR % | PAY PAID | PAY TO BE PAID | D.R PAID | DR TO BE PAID | MEDICAL ALLOWANCE | IR PAID 27% | IR TO BE PAID 27% | GROSS AMOUNT PAID | GROSS AMOUNT TO BE PAID | DIFFERENCE |
|-----------|--------|----------|----------------|----------|---------------|-------------------|-------------|-------------------|-------------------|-------------------------|------------|
| 12-9-2014 | 77.896 | 4693 | 2816 | 3656 | 2194 | 200 | 1267 | 760 | 9816 | 5970 | 3846 |
| OCT 2014 | 77.896 | 7410 | 4446 | 5772 | 3463 | 200 | 2001 | 1200 | 15383 | 9309 | 6074 |
| NOV 2014 | 77.896 | 7410 | 4446 | 5772 | 3463 | 200 | 2001 | 1200 | 15383 | 9309 | 6074 |
| DEC 2014 | 77.896 | 7410 | 4446 | 5772 | 3463 | 200 | 2001 | 1200 | 15383 | 9309 | 6074 |
| JAN 2015 | 77.896 | 7410 | 4446 | 5772 | 3463 | 200 | 2001 | 1200 | 15383 | 9309 | 6074 |
| FEB 2015 | 77.896 | 7410 | 4446 | 5772 | 3463 | 200 | 2001 | 1200 | 15383 | 9309 | 6074 |
| MAR 2015 | 77.896 | 7410 | 4446 | 5772 | 3463 | 200 | 2001 | 1200 | 15383 | 9309 | 6074 |
| APRE 2015 | 77. | 7410 | 4446 | 5772 | 3463 | 200 | 2001 | 1200 | 15383 | 9309 | 6074 |

| | | | | | | | | | | | |
|--------------|------------|------|------|------|------|-----|------|------|-------|------|--------------|
| | 896 | | | | | | | | | | |
| MAY 2015 | 77. 896 | 7410 | 4446 | 5772 | 3463 | 200 | 2001 | 1200 | 15383 | 9309 | 6074 |
| JUNE 2015 | 77. 896 | 7410 | 4446 | 5772 | 3463 | 200 | 2001 | 1200 | 15383 | 9309 | 6074 |
| JUL 2015 | 77. 896 | 7410 | 4446 | 5772 | 3463 | 200 | 2001 | 1200 | 15383 | 9309 | 6074 |
| AUG 2015 | 77. 896 | 7410 | 4446 | 5772 | 3463 | 200 | 2001 | 1200 | 15383 | 9309 | 6074 |
| TOTAL | | | | | | | | | | | 70660 |

2)smt D.Ramulamma,W/O D.Lakshmsn,deceased P.H.Worker. PPO NO 2518

| PERIOD | DR % | PAY PAID | PAY TO BE PAID | D.R PAID | DR TO BE PAID | MEDI CAL ALLO WAN CE | IR PAID 27% | IR TO BE PAID 27% | GROSS AMOU NT PAID | GROS S AMO UNT TO BE PAID | DIFFERE NCE |
|------------|------------|-------------|----------------------|-------------|---------------------|----------------------------------|----------------|----------------------------|-----------------------------|------------------------------------------|----------------|
| 18-12-2014 | 77. 896 | 2557 | 1754 | 1992 | 1366 | 200 | 690 | 473 | 5439 | 3793 | 1646 |
| JAN 2015 | 77. 896 | 5901 | 4047 | 4597 | 3152 | 200 | 1593 | 1093 | 12291 | 8492 | 3799 |
| FEB 2015 | 77. 896 | 5901 | 4047 | 4597 | 3152 | 200 | 1593 | 1093 | 12291 | 8492 | 3799 |
| MAR 2015 | 77. 896 | 5901 | 4047 | 4597 | 3152 | 200 | 1593 | 1093 | 12291 | 8492 | 3799 |
| APRE 2015 | 12. 052 | 12177 | 8350 | 1468 | 1006 | 300 | 0 | 0 | 13945 | 9656 | 4289 |
| MAY 2015 | 12. 052 | 12177 | 8350 | 1468 | 1006 | 300 | 0 | 0 | 13945 | 9656 | 4289 |
| JUNE 2015 | 12. 052 | 12177 | 8350 | 1468 | 1006 | 300 | 0 | 0 | 13945 | 9656 | 4289 |
| JUL 2015 | 12. 052 | 12177 | 8350 | 1468 | 1006 | 300 | 0 | 0 | 13945 | 9656 | 4289 |

| | | | | | | | | | | | |
|--------------|--------|-------|------|------|------|-----|---|---|-------|------|--------------|
| AUG 2015 | 12.052 | 12177 | 8350 | 1468 | 1006 | 300 | 0 | 0 | 13945 | 9656 | 4289 |
| Sept 2015 | 12.052 | 12177 | 8350 | 1468 | 1006 | 300 | 0 | 0 | 13945 | 9656 | 4289 |
| Oct 2015 | 12.052 | 12177 | 8350 | 1468 | 1006 | 300 | 0 | 0 | 13945 | 9656 | 4289 |
| nov 2015 | 12.052 | 12177 | 8350 | 1468 | 1006 | 300 | 0 | 0 | 13945 | 9656 | 4289 |
| Dec 2015 | 12.052 | 12177 | 8350 | 1468 | 1006 | 300 | 0 | 0 | 13945 | 9656 | 4289 |
| Jan 2016 | 12.052 | 12177 | 8350 | 1468 | 1006 | 300 | 0 | 0 | 13945 | 9656 | 4289 |
| Feb 2016 | 12.052 | 12177 | 8350 | 1468 | 1006 | 300 | 0 | 0 | 13945 | 9656 | 4289 |
| March 2016 | 12.052 | 12177 | 8350 | 1468 | 1006 | 300 | 0 | 0 | 13945 | 9656 | 4289 |
| Apr 2016 | 12.052 | 12177 | 8350 | 1468 | 1006 | 300 | 0 | 0 | 13945 | 9656 | 4289 |
| total | | | | | | | | | | | 68803 |

3) PPO NO 2580

| PERIOD | DR % | PAY PAID | PAY TO BE PAID | D.R PAID | DR TO BE PAID | MEDI CAL ALLO WANCE | IR PAID 27% | IR TO BE PAID 27% | GROSS AMOUNT PAID | GROSS AMOUNT TO BE PAID | DIFFERENCE |
|-----------|--------|----------|----------------|----------|---------------|---------------------|-------------|-------------------|-------------------|-------------------------|------------|
| Jul 2014 | 77.896 | 7640 | 4584 | 5951 | 3571 | 200 | 2063 | 1238 | 15854 | 9593 | 6263 |
| Aug 2014 | 77.896 | 7640 | 4584 | 5951 | 3571 | 200 | 2063 | 1238 | 15854 | 9593 | 6263 |
| Sept 2014 | 77.896 | 7640 | 4584 | 5951 | 3571 | 200 | 2063 | 1238 | 15854 | 9593 | 6263 |
| Oct 2014 | 77.896 | 7640 | 4584 | 5951 | 3571 | 200 | 2063 | 1238 | 15854 | 9593 | 6263 |

| | | | | | | | | | | | |
|------------|------------|-------|------|------|------|-----|------|------|-------|-----------|------|
| Nov 2014 | 77. 896 | 7640 | 4584 | 5951 | 3571 | 200 | 2063 | 1238 | 15854 | 9593 | 6263 |
| Dec 2014 | 77. 896 | 7640 | 4584 | 5951 | 3571 | 200 | 2063 | 1238 | 15854 | 9593 | 6263 |
| JAN 2015 | 77. 896 | 7640 | 4584 | 5951 | 3571 | 200 | 2063 | 1238 | 15854 | 9593 | 6263 |
| FEB 2015 | 77. 896 | 7640 | 4584 | 5951 | 3571 | 200 | 2063 | 1238 | 15854 | 9593 | 6263 |
| MAR 2015 | 77. 896 | 7640 | 4584 | 5951 | 3571 | 200 | 2063 | 1238 | 15854 | 9593 | 6263 |
| APRE 2015 | 12. 052 | 15766 | 9459 | 1900 | 1140 | 300 | 0 | 0 | 17966 | 1089 9 | 7067 |
| MAY 2015 | 12. 052 | 15766 | 9459 | 1900 | 1140 | 300 | 0 | 0 | 17966 | 1089 9 | 7067 |
| JUNE 2015 | 12. 052 | 15766 | 9459 | 1900 | 1140 | 300 | 0 | 0 | 17966 | 1089 9 | 7067 |
| JUL 2015 | 12. 052 | 15766 | 9459 | 1900 | 1140 | 300 | 0 | 0 | 17966 | 1089 9 | 7067 |
| AUG 2015 | 12. 052 | 15766 | 9459 | 1900 | 1140 | 300 | 0 | 0 | 17966 | 1089 9 | 7067 |
| Sept 2015 | 12. 052 | 15766 | 9459 | 1900 | 1140 | 300 | 0 | 0 | 17966 | 1089 9 | 7067 |
| Oct 2015 | 12. 052 | 15766 | 9459 | 1900 | 1140 | 300 | 0 | 0 | 17966 | 1089 9 | 7067 |
| nov 2015 | 12. 052 | 15766 | 9459 | 1900 | 1140 | 300 | 0 | 0 | 17966 | 1089 9 | 7067 |
| Dec 2015 | 12. 052 | 15766 | 9459 | 1900 | 1140 | 300 | 0 | 0 | 17966 | 1089 9 | 7067 |
| Jan 2016 | 12. 052 | 15766 | 9459 | 1900 | 1140 | 300 | 0 | 0 | 17966 | 1089 9 | 7067 |
| Feb 2016 | 12. 052 | 15766 | 9459 | 1900 | 1140 | 300 | 0 | 0 | 17966 | 1089 9 | 7067 |
| March 2016 | 12. 052 | 15766 | 9459 | 1900 | 1140 | 300 | 0 | 0 | 17966 | 1089 9 | 7067 |
| Apr 2016 | 12. 052 | 15766 | 9459 | 1900 | 1140 | 300 | 0 | 0 | 17966 | 1089 9 | 7067 |

| | | | | | | | | | | | |
|--------------|--|--|--|--|--|--|--|--|--|--|---------------|
| total | | | | | | | | | | | 148238 |
|--------------|--|--|--|--|--|--|--|--|--|--|---------------|

4) smt J.Somamma,W/O Lakshmaih,deceased P.H.Worker .PPO NO 2626

| PERIOD | DR % | PAY PAID | PAY TO BE PAID | D.R PAID | DR TO BE PAID | MEDICAL ALLOWANCE | IR PAID 27% | IR TO BE PAID 27% | GROSS AMOUNT PAID | GROSS AMOUNT TO BE PAID | DIFFERENCE |
|-----------|--------|----------|----------------|----------|---------------|-------------------|-------------|-------------------|-------------------|-------------------------|------------|
| 4-9-2013 | 63.344 | 6178 | 3706 | 0 | 0 | 200 | 0 | 0 | 6378 | 3906 | 2472 |
| OCT 2013 | 63.344 | 6865 | 4118 | 0 | 0 | 200 | 0 | 0 | 7065 | 4318 | 2747 |
| NOV 2013 | 63.344 | 6865 | 4118 | 0 | 0 | 200 | 0 | 0 | 7065 | 4318 | 2747 |
| DEC 2013 | 63.344 | 6865 | 4118 | 0 | 0 | 200 | 0 | 0 | 7065 | 4318 | 2747 |
| JAN 2014 | 71.904 | 6865 | 4114 | 0 | 0 | 200 | 1854 | 1111 | 8919 | 5425 | 3494 |
| FEB 2014 | 71.904 | 6865 | 4114 | 0 | 0 | 200 | 1854 | 1111 | 8919 | 5425 | 3494 |
| MAR 2014 | 71.904 | 6865 | 4114 | 0 | 0 | 200 | 1854 | 1111 | 8919 | 5425 | 3494 |
| APR 2014 | 71.904 | 6865 | 4114 | 0 | 0 | 200 | 1854 | 1111 | 8919 | 5425 | 3494 |
| MAY 2014 | 71.904 | 6865 | 4114 | 0 | 0 | 200 | 1854 | 1111 | 8919 | 5425 | 3494 |
| JUN 2014 | 71.904 | 6865 | 4114 | 0 | 0 | 200 | 1854 | 1111 | 8919 | 5425 | 3494 |
| JUL 2014 | 77.896 | 6865 | 4114 | 0 | 0 | 200 | 1854 | 1111 | 8919 | 5425 | 3494 |
| Aug 2014 | 77.896 | 6865 | 4114 | 0 | 0 | 200 | 1854 | 1111 | 8919 | 5425 | 3494 |
| Sept 2014 | 77.896 | 6865 | 4114 | 0 | 0 | 200 | 1854 | 1111 | 8919 | 5425 | 3494 |
| Oct 2014 | 77.896 | 6865 | 4114 | 0 | 0 | 200 | 1854 | 1111 | 8919 | 5425 | 3494 |

| | | | | | | | | | | | |
|------------|------------|-------|------|---|---|-----|------|------|-------|------|------|
| Nov 2014 | 77. 896 | 6865 | 4114 | 0 | 0 | 200 | 1854 | 1111 | 8919 | 5425 | 3494 |
| Dec 2014 | 77. 896 | 6865 | 4114 | 0 | 0 | 200 | 1854 | 1111 | 8919 | 5425 | 3494 |
| JAN 2015 | 77. 896 | 6865 | 4114 | 0 | 0 | 200 | 1854 | 1111 | 8919 | 5425 | 3494 |
| FEB 2015 | 77. 896 | 6865 | 4114 | 0 | 0 | 200 | 1854 | 1111 | 8919 | 5425 | 3494 |
| MAR 2015 | 77. 896 | 6865 | 4114 | 0 | 0 | 200 | 1854 | 1111 | 8919 | 5425 | 3494 |
| APR 2015 | 12. 052 | 14166 | 8496 | 0 | 0 | 300 | 0 | 0 | 14466 | 8796 | 5670 |
| MAY 2015 | 12. 052 | 14166 | 8496 | 0 | 0 | 300 | 0 | 0 | 14466 | 8796 | 5670 |
| JUNE 2015 | 12. 052 | 14166 | 8496 | 0 | 0 | 300 | 0 | 0 | 14466 | 8796 | 5670 |
| JUL 2015 | 12. 052 | 14166 | 8496 | 0 | 0 | 300 | 0 | 0 | 14466 | 8796 | 5670 |
| AUG 2015 | 12. 052 | 14166 | 8496 | 0 | 0 | 300 | 0 | 0 | 14466 | 8796 | 5670 |
| Sept 2015 | 12. 052 | 14166 | 8496 | 0 | 0 | 300 | 0 | 0 | 14466 | 8796 | 5670 |
| Oct 2015 | 12. 052 | 14166 | 8496 | 0 | 0 | 300 | 0 | 0 | 14466 | 8796 | 5670 |
| nov 2015 | 12. 052 | 14166 | 8496 | 0 | 0 | 300 | 0 | 0 | 14466 | 8796 | 5670 |
| Dec 2015 | 12. 052 | 14166 | 8496 | 0 | 0 | 300 | 0 | 0 | 14466 | 8796 | 5670 |
| Jan 2016 | 12. 052 | 14166 | 8496 | 0 | 0 | 300 | 0 | 0 | 14466 | 8796 | 5670 |
| Feb 2016 | 12. 052 | 14166 | 8496 | 0 | 0 | 300 | 0 | 0 | 14466 | 8796 | 5670 |
| March 2016 | 12. 052 | 14166 | 8496 | 0 | 0 | 300 | 0 | 0 | 14466 | 8796 | 5670 |
| Apr 2016 | 12. 052 | 14166 | 8496 | 0 | 0 | 300 | 0 | 0 | 14466 | 8796 | 5670 |

| | | | | | | | | | | | |
|--------------|--|--|--|--|--|--|--|--|--|--|---------------|
| total | | | | | | | | | | | 136833 |
|--------------|--|--|--|--|--|--|--|--|--|--|---------------|

5) SRI M.Venkatapathi, W/O M.Koteswaramma,deceased P.H.Worker. PPO NO 2675

| PERIOD | DR % | PAY PAID | PAY TO BE PAID | D.R PAID | DR TO BE PAID | MEDICAL ALLOWANCE | IR PAID 27% | IR TO BE PAID 27% | GROSS AMOUNT PAID | GROSS AMOUNT TO BE PAID | DIFFERENCE |
|------------|--------|----------|----------------|----------|---------------|-------------------|-------------|-------------------|-------------------|-------------------------|------------|
| 9-12- 2013 | 63.344 | 4789 | 2873 | 3034 | 1820 | 200 | 1293 | 776 | 9316 | 5669 | 3647 |
| JAN 2014 | 71.904 | 6530 | 3918 | 4695 | 2817 | 200 | 1763 | 1058 | 13188 | 7993 | 5195 |
| FEB 2014 | 71.904 | 6530 | 3918 | 4695 | 2817 | 200 | 1763 | 1058 | 13188 | 7993 | 5195 |
| MAR 2014 | 71.904 | 6530 | 3918 | 4695 | 2817 | 200 | 1763 | 1058 | 13188 | 7993 | 5195 |
| APR 2014 | 71.904 | 6530 | 3918 | 4695 | 2817 | 200 | 1763 | 1058 | 13188 | 7993 | 5195 |
| MAY 2014 | 71.904 | 6530 | 3918 | 4695 | 2817 | 200 | 1763 | 1058 | 13188 | 7993 | 5195 |
| JUN 2014 | 71.904 | 6530 | 3918 | 4695 | 2817 | 200 | 1763 | 1058 | 13188 | 7993 | 5195 |
| JUL 2014 | 77.896 | 6530 | 3918 | 5087 | 3052 | 200 | 1763 | 1058 | 13580 | 8228 | 5352 |
| Aug 2014 | 77.896 | 6530 | 3918 | 5087 | 3052 | 200 | 1763 | 1058 | 13580 | 8228 | 5352 |
| Sept 2014 | 77.896 | 6530 | 3918 | 5087 | 3052 | 200 | 1763 | 1058 | 13580 | 8228 | 5352 |
| Oct 2014 | 77.896 | 6530 | 3918 | 5087 | 3052 | 200 | 1763 | 1058 | 13580 | 8228 | 5352 |
| Nov 2014 | 77.896 | 6530 | 3918 | 5087 | 3052 | 200 | 1763 | 1058 | 13580 | 8228 | 5352 |
| Dec 2014 | 77.896 | 6530 | 3918 | 5087 | 3052 | 200 | 1763 | 1058 | 13580 | 8228 | 5352 |

[illegible]

**81.RETIREMENT BENEFITS – ENCASHMENT OF HALF PAY LEAVE ONPAR WITH EARNED LEAVE-
IRREGULAR- NEEDS RECOVERY**

Rs 5,23,323.00

During the course of audit, it was noticed that the following persons half pay leave was en-cashed onpar with earned leave at the time of retirement/death as per the orders issued in G.O.Ms.No.154 (Fin.LFR-I)Dept., Dt.04-05-2010, and amount paid as noted against each.

But in Govt., Memo.No. 7380/Pe-Ser I/2012 dt 10-12-2012 of School Education Dept., it was stated that the orders issued in G.O.Ms.No.154 (Fin.LFR-I)Dept., Dt.04-05-2010 are not applicable to the employees of Panchayat Raj and Municipal Institutions.

Hence the amount paid was irregular as the said G.O was not applicable to the Municipal employees and needs recovery.

Therefore action would need to be taken to get the amount recovered and credited to Municipal General Fund .

| S.No | Vr.No& Date | Name of the individual | No. of HPL encashed on per with Earned leave | Amount to be recovered |
|----------------------------|--------------|--------------------------------------------------------------|----------------------------------------------|------------------------|
| PH Section | | | | |
| 1 | 133/4-2014 | Smt M.Appalanarasamma, Rtd PHW | 107 | 42019 |
| 2 | 137/4-2014 | Sri K.Venkateswararao, Rtd Driver | 109 | 64339 |
| 3 | 138/4-2014 | Sri K.Anjaneyulu, Rtd PHW | 140 | 55020 |
| 4 | 139/4-2014 | Smt K.Akkamma,Rtd PHW | 42 | 16493 |
| 5 | 1721/7-2014 | Sri D.Koteswararao S/oD.Samrajyam late PHW | 89 | 19372 |
| 6 | 1727/7-2014 | Smt K.Sujanamma w/o K.James,DeceasedPHW | 95 | 24497 |
| 7 | 1729/7-2014 | Smt K.Lakshmi, Rtd PHW | 86 | 30083 |
| 8 | 1730/7-2014 | Smt B.Chilakamma w/o Lakshman, late PHW | 116 | 39626 |
| 9 | 2180/7-2014 | Sri r.Narasimharao, Rtd Incharge driver | 26 | 12777 |
| 10 | 5352/11-2014 | Smt S.Mariyamma, Rtd PHW | 120 | 40920 |
| 11 | 5356/11-2014 | Sri B.Punnayyas, deceased PHW | 36 | 9283 |
| Enginnering Section | | | | |
| 12 | 136/4-2014 | Sri T.Kiran Kumar, Rtd Work Inspector | 10 | 4381 |
| 13 | 1722/7-2014 | Smt G.Rajyalakshmi w/oG.Ramakrishana deceased work inspector | 8 | 3706 |
| 14 | 1724/7-2014 | Sri G.Rangaraju, Rtd work inspector | 9 | 5451 |
| 15 | 1728/7-2014 | Smt G.Madhavi w/o Ramu deceased cleanar | 32 | 10341 |
| 16 | 1897/7-2014 | Sri G.Nageswararao, Rtd fountain cleanar | 29 | 12082 |
| 17 | 5355/11-2014 | Sri M.Saibaba, Rtd AE | 7 | 4958 |
| Revenue Section | | | | |
| 18 | 1731/7-2014 | Smt M.Anuradha w/o late M.Kiran Kumar,RA | 32 | 8978 |
| Office section | | | | |
| 19 | 135/4-2014 | M.Ramana w/o late M.Srinivas, watchman | 181 | 44103 |

| | | | | |
|----|--------------|-----------------------------------------------------------|--------------|---------------|
| 20 | 3301/9-2014 | Smt Shaik Runisha w/o late Mahamood Kalilulla | 37 | 14530 |
| 21 | 3302/9-2014 | Sri V.Paul, Rtd watchman | 10 | 3219 |
| 22 | 3299/9-2014 | Smt Maheejaber w/o late Md.Shakeerajahar | 69 | 15900 |
| 23 | 5405/11-2014 | Smt M.Vijaya Kumari w/o late M.Yesudasu,OS, Code -4520 | 88 | 34594 |
| 24 | 8505/3-2015 | Sri B.V.S.Nagaraju,Rtd Accountant, Code -1431 | 7 | 6651 |
| | | | TOTAL | 523323 |

82. ESTABLISHMENT - SURRENDER OF EARNED LEAVE -PAID I.R NOT ADMISSIBLE -NEEDS RECOVERYRs 36,609-00

As verified from Surrender of Earned Leave bills of Staff in Municipal Corporation, Vijayawada for the year 2014-2015, interim relief paid in 27% of Basic Pay. But as per G.O.Ms. No.10 Finance(PC-I) Department., dt.06-01-2014 Interim relief not admissible in surrender of earned leave bill. Therefore the excess payment worked out as detailed below would need to be recovered from the person or persons responsible and made good to Municipal Corporation Fund.

| S.No | Vr.No & Dt | Name & Designation | Basic Pay | Excess Amount (Rs) |
|------|-------------|---------------------------------------------|-----------|--------------------|
| 1 | 2326/7-2014 | Smt Ch.Anasuya Devi,Supdt., Code No-0218 | 13150 | 3551 |
| 2 | 2327/7-2014 | Sri N.Koteswararao,Sr.Asst., Code No - 3651 | 11520 | 3110 |
| 3 | 2331/7-2014 | Sri NVDV Prasad,Sr.Asst, Code No- 0460 | 13150 | 3551 |
| 4 | 2341/7-2014 | Sri B.Krishna,OS, C-Section | 7220 | 1949 |
| 5 | 3537/9-2014 | Sri V.Balasubrahmanyam,Turncock,PRO Section | 7100 | 1917 |
| 6 | | Sri K.Govardhanarao,PHW, Code -3895 | 6505 | 1431 |
| 7 | | Sri K.Durgarao,PHW, Code -4042 | 3020 | 664 |
| 8 | | Sri A.Sivabrahmam,DEE, Code-3757 | 23040 | 6221 |
| 9 | | Sri Ch.Sambasivarao,DEE, Code-0623 | 21295 | 5750 |
| 10 | | Sri J.Ramakoteswararao,CCS, Code -3646 | 21295 | 5750 |
| 11 | | Sri K.Durgaprasadarao,AE, Code -7160 | 10055 | 2715 |
| | | | TOTAL | 36609 |

**83. ESTABLISHMENT: LEAVE SALARY DRAWN BY SRI B. SRINIVASA RAO, RGM, HRA EXCESS DRAWN IN LEAVE
SALARY PERIOD IRREGULAR NEEDS RECOVERY RS. 1348/-, VOUCHER NO.7423/1-15.**

During the course of establishment Audit, it is noticed that Sri B.Srinivasa Rao, Road Gang Mazdoor, Code NO. 4391, Assistant Engineer- 12 Section, O/o EE-3 was sanctioned earn leave for 158 days from 19-12-2013 to 25-5-2014 and half pay leave for 59 days from 26-5-2014 to 23-07-2014 vide proceedings Rc.No. C4-120754/2014, dated .23-07-2014 of the commissioner, Municipal Corporation of Vijayawada and paid an excess amount of Rs. 1348/- to the individual vide Voucher No. 7423/1-15.

But the individual is eligible for drawing HRA only for first six months. i.e, 180 days. After that the individual is not eligible for drawing HRA. In this case individual was drawing HRA upto total leave period.

The details are hereunder.

| Period | Pay | DA | HRA | IR | CCA | GROSS | EXCESS DRAWN |
|--------------------------------------------------|-------|------|------|------|-----|------------------------|-----------------|
| EARNED LEAVE | | | | | | | |
| 19-12-13 TO 31-12-13 (for 13 days) | 6055 | 3835 | 1211 | 1635 | 92 | 12,828 | --- |
| 1-1-14 to 30-4-14 (for 1 Month) | 14440 | 9147 | 2888 | 3899 | 220 | 30594 x 4M = 122376 | --- |
| 1-5-14 to 25-5-14 (for 25 days) | 11645 | 7376 | 2329 | 3144 | 177 | 24,671 | --- |
| HALF PAY LEAVE | | | | | | | |
| 26-5-14 TO 31-5-14 (for 6 days) | 1397 | 885 | 559 | 377 | 43 | 3261 | --- |
| 1-6-14 to 30-6-14 (for 1 month) already drawn | 7220 | 4573 | 2888 | 1949 | 220 | 16,850 | --- |
| Eligibility | 7220 | 4573 | 1540 | 1949 | 220 | 15503 | |
| Difference | 0 | 0 | 1348 | 0 | 0 | 1348 | 1348 |

84. ESTABLISHMENT – SRI K.R.C. CHOWDARY, E.E. (III) (PH) – SANCTIONED HALF PAY LEAVE – IR EXCESS DRAWN – IRREGULAR – NEEDS RECOVERY RS. 24760/-

During the course of Audit in establishment, it is noticed that Sri K.R.C. Chowdary, EE III, Public Health, Municipal Corporation, Vijayawada was sanctioned Half pay leave in 2 spells vide Progs. No: 42111/CS4/2014, dt: 14-05-2014 of Engineer in Chief, Public Health w.e.f 1-3-2014 to 30-4-2014 and progs. No: 1282/CS4/2014, dt: 2-12-14 of Engineer in chief, public health w.e.f 1-5-2014 to 30-6-2014 and individual was also proceeded on leave from 1-7-2014 to 31-7-2014. The leave yet to be sanctioned.

During the above leave period the individual was drawing excess payment of Rs. 24760/- relating to IR. The same may be recovered from the individual and remitted to corporation funds and challan produced to Audit.

The details of are here under:

Pay @ Rs. 45,850/-

| | Months | Pay | DA (63.344%) | HRA (20%) | CCA | IR (27%) | GROSS | EXCESS |
|------------------|--------|-------|-----------------|--------------|------|----------|-------|--------|
| Already drawn | 3/14 | 22925 | 14522 | 8000 | 350 | 12380 | 58177 | |
| Eligibility | | 22925 | 14522 | 8000 | 3500 | 6190 | 51987 | |
| Diff. for 1month | | | | | | 6190 | 6190 | |

Diff. From 3/14 to 6/14 = 6190 x 4 = 24760/-

(ie. 4 months)

85. ESTABLISHMENT – SRI Y. MURALIMOHANA RAO WORK INSPECTOR – GR. IV (UNDER SUSPENSION)
TREATING SUSPENSION PERIOD AS EARNED LEAVE AND HALF PAY LEAVE – EXCESS PAY & ALLOWANCES
DRAWN – IRREGULAR – NEEDS RECOVERY RS. 2859/-,

V.R. NO: 7958/1-2015

During the course of establishment audit, it is noticed that the suspension period of Sri Y. Muralimohana Rao, Work Inspector, Gr. IV is treated as earned leave from 30-12-13 to 9-7-2014 i.e., 192 days and Half pay leave from 10-7-2014 to 24-9-14 i.e., 77 days. Vide progs. RC C5-147006/2014, dt: 30-10-2014 of the Commissioner, Municipal Corporation, Vijayawada.

But the individual was drawing excess pay and allowances for the period from 10-7-2014 to 31-7-2014 i.e., 22 days. The details are here under:

Pay @ Rs. 9,740/-

Earned Leave

| period | Pay | DA (63.344%) (71.904%) | HRA (20%) | CCA | IR (27%) | GROSS | EXCESS |
|--------------------------------------|------|------------------------------|-----------|-----|----------|--------------------|--------|
| 30-12-13 to 31-12-13 for 2days | 628 | 398 | 126 | 10 | - | 1162 | - |
| 1-1-14 to 30- 6-14 (6M) | 9740 | 7003 | 1948 | 160 | 2630 | 21481x6(M)=1,28886 | - |
| 1-7-14 to 9-7-14 | 2828 | 2033 | - | 36 | 764 | 5661 | - |

Half pay leave

| period | Pay | DA (63.344%) | HRA (20%) | CCA | IR (27%) | GROSS | EXCESS |
|------------------------------------------------------|------|--------------|--------------|-----|----------|-------|--------|
| 10-7-14 to 31-7-14 (Already drawn) for 22 days | 4870 | 3502 | - | 160 | 1315 | 9847 | |
| Eligible | 3456 | 2485 | | 114 | 933 | 6988 | |
| Difference | 1414 | 1017 | | 46 | 382 | 2859 | 2859 |

| period | Pay | DA (63.344%) | HRA (20%) | CCA | IR (27%) | GROSS | EXCESS |
|-------------------|------|--------------|--------------|-----|----------|-------|--------|
| 8/14 | 4870 | 3502 | - | 160 | 1315 | 9847 | |
| 1-9-14 to 24-9-14 | 3896 | 2801 | - | 130 | 1052 | 7879 | |

Hence the excess payment of Rs. 2859/- was drawn by the individual has to be recovered from the individual and remitted to corporation general funds and challan produced to Audit.

86.SCOPE OF AUDIT - NON - MAINTENANCE OF VARIOUS VITAL AND IMPORTANT RECORDS - SCOPE OF AUDIT REDUCED - MISAPPROPRIATIONS, DEFALCATIONS, IRREGULAR DRAWALS AND OTHER IRREGULARITIES COULD NOT BE POINTED OUT- NEEDS IMMEDIATE ACTION:

During the course of audit for the year 2014-15, it was noticed that certain vital and important records are not being maintained or partly maintained. In spite of several objections raised in the audit reports in previous years, the Executive Authorities did not evince any interest and not taken any effective steps to maintain the records mentioned hereunder. The non maintenance and non production of records and irregular maintenance of the registers without tallying with the account figure leads to all sorts of irregularities such as misappropriations, defalcations and other major financial losses. The situation has not been improved anymore and no steps appear to have been taken towards that direction by the executive authority.

In the above circumstances there is every possibility and scope for misappropriation, defalcations and irregular draws as the state of accounts maintenance and keeping the records is quite pandemonium situation.

Code No.18

87.ASSET MANAGEMENT – NOT PURSUED – IMMEDIATE NEED FOR PURSUASION:

All Urban Local Bodies are required to maintain separate registers for movable and immovable assets as per the orders issued in G.O.Ms.No.1512, Local Administration, and Dated 5-8-1948.

Municipal Corporation, Vijayawada is endowed with large and varied assets. It should be ensured that the resources are used in the most optimum and efficient manner. However, it was noticed in audit that the Municipal Corporation, Vijayawada failed to maintain an assets register and produce to audit.

An asset register must be maintained ensuring that all the physical assets held by it were faithfully entered in it and it will

- facilitate and secure the physical control and security of these assets
- provide information and values for insurance and accounting purposes
- Facilitate the provision of detailed statistical information like numbers, location etc.

All new purchases of assets and the value addition due to improvements should be captured in the asset register including the gifted assets that become the property of the corporation.

The external sale, write off or scrapping of any asset has to be recorded in the asset register showing the disposal of any asset.

The transfer of ownership from one section to another was done properly or not would need to be watched.

A periodical inspection of the assets by the heads of the sections would need to be conducted to check the accuracy of the details held in the asset register.

In the absence of assets registers showing all the above, it could not be held in audit that the Municipal Corporation, Vijayawada is pursuing a sound policy of asset management. The corporation has to evolve a system of asset management on a scientific basis to safe guard the assets and provide for periodical valuation of assets and to give necessary treatment in the accounts by allowing depreciation of assets as per the norms and to secure the assets from encroachment and to watch that the assets are utilized in an optimum way so as to minimize maintenance costs and realize maximum benefit from the assets owned by it.

Code No. 18

88.STAFFING PATTERN OF THE VIJAYAWADA MUNICIPAL CORPORATION NOT FURNISHED – NEEDS IMMEDIATE ACTION :

During the course of audit, it was requested to furnish the information of staff pattern of the posts of Municipal Corporation Vijayawada with details of No. of posts sanctioned, working and No.of posts vacant in respect of the revenue. engineering and accounts section for the year 2014-15 inspite of the repeated oral requests the same was not furnished to audit, to know the exact strength of the cadre working. As such immediate action would need to be taken to furnish the same without further delay.

OTHERS**(CODE:****18)****89.GRANTS - GRANTS REGISTERS NOT MAINTAINED PROPERLY - GRANTS ADJUSTED TO CORPORATION NOT BROUGHT TO REGISTER - VARIATIONS IN ANNUAL ACCOUNT TO BE REVISED.**

On verification of the grants Register we have observed that Accounts Section has not paid any attention in connection with the postings of grants received, amount utilized and amount left over. Abstracts were not made relating to each grant for the year 2014-15. This aspect has come to light during the verification of Annual Account with reference to the grants register. Some of the grants adjusted to municipal funds under various schemes are not brought to the register of grants maintained during the year under audit, which is highly irregular. We observed that many of the grants taken to the account do not appear in the grants register.

Compensatory grants received are being taken only on the basis of the receipts received but the details of actual calculation of the amounts receivable from various departments is not being done.

OTHERS**(CODE: 18)****90.VACANT LAND TAX - DEMAND REGISTER - NOT PROPERLY MAINTAINED – NEEDS ACTION**

As verified from the Vacant Land Tax demand register it is noticed that Vacant Land Tax postings were not properly updated and before arriving at the balances. Further ward wise and final abstract of the Vacant Land Tax Demand collection & Balance was not prepared and certified by the Dy Commissioner (R) or by the Commissioner, Vijayawada Municipal Corporation. As verified for the annual account for the year 2014-15 an amount of Rs.41721730.00 was shown as receipt. But the said figure was not arrived at in the final abstract.

OTHERS**(CODE: 18)****91. MISCELLANEOUS DEMAND REGISTER-MDR NOT PROPERLY MAINTAINED – ASSETS REGISTER ALSO NOT MAINTAINED NEEDS RECTIFICATION**

Miscellaneous Demand Register is the crucial register in the Vijayawada Municipal Corporation; it is the major revenue source, such as Market leases, Shop rents and other revenues. But the said register was not maintained properly duly tallying with annual account figures. The sales register along with auction files are not properly maintained to cross check the demand collection and balance shown in the MDR. Nothing was mentioned regarding the action initiated for recovery of balances shown at the end of the year in respect of the leases.

Further the assets register of VMC, VZA was not maintained and produced for audit. In the absence of the same it could not be verified whether all the assets owned by the GVMC was properly leased out or not. Further in the absence of the concerned files we could not verify whether leases were approved by the standing committee, registered agreements were obtained from lessee-s are not.

92.RECONCILIATION PROCEDURES NOT OBSERVED:

A.P.M.A.M., prescribed reconciliation procedures with an objective to ensure that the accounting information is recorded at more than one place, there are no discrepancies between the different sets of records. The procedures include the following.

- a) Bank reconciliation: aiming at reconciliation of bank, treasury balances with cash book balances.
 - b) Inter Unit reconciliation: intending to identify the disputed/UN accepted inter unit transactions and to take appropriate action for rectification which is necessary in the process of consolidation of ULB at the head office level as the balances of inter unit account balances shall be nullified.
 - c) Reconciliation of Deposits: Aiming at reconciliation the balance of EMD/SD etc., and any other deposits received by the ULB. The reasons for differences shall be identify and rectification entries passed whenever required by the section concerned.
 - d) Reconciliation of receivables and collections : The receivables and collections shall be reconciled on a quarterly basis or such other shorter time intervals, however the procedure for reconciling outstanding balances of receivables and collections of all kinds of receivables namely viz., property tax receivables, Water tax receivables etc., is the same.
 - e) Reconciliation of Advances given: Advances given shall also reconciled on a quarterly basis including advances given to employees of ULB, sections of the ULB and contractors and suppliers.
- Further A.P.M.A.M. envisaged reconciliation of loans taken, reconciliation of payables, reconciliation of ledger balances etc., also.

But during the scrutiny in audit it was observed that these procedures prescribed were not followed and no reconciliation statements were enclosed to the final accounts, in the absence of reconciliation of receivables and collections the balances shown as either receivable or collected could not be held to be correct. Urgent steps would need to be taken by the Executive Authority to cause preparation of the reconciliation statements as per the instructions of the A.P.M.A.M.

VIOLATION OF RULES:**CODE NO.9****93.INFORMATION NOT FURNISHED REGARDING PROPERTY TAX- NEEDS MAINTAINED**

The Revenue Officer/Revenue Inspectors and the Bill Collectors shall in their capacities undertake field visits within their jurisdiction for detection of any un-authorized constructions and other properties which were yet to be identified and brought under the Property Tax net. The property tax shall be levied for every half year and it is the duty of the assesses to pay it within 30 days after the commencement of each half year i.e. 30th April/31st of October. In this regard the records of such visits or any details of properties identified were not maintained in this municipality. Loss, if any sustained by the institution due to non-collection of tax within time specified as per Municipal Act, the Executive Authority will have to be held responsible.

NON PRODUCTION OF RECORDS:**CODE NO:11****94.PROPERTY TAX - GOVERNMENT OFFICES LOCATED IN PRIVATE BUILDINGS AND PAYING RENT TO OWNERS - REGISTERS NOT MAINTAINED AND PRODUCED TO AUDIT.**

Information relating to Govt. Offices located in private buildings was not available to verify whether property Tax was levied as per the rents paid by Government offices to the building owners. A register containing Government offices located in private buildings should be maintained so as to verify whether Property Tax was being levied as per the rent paid by the Government Offices or not and in order to prevent leakage of revenue to the Council similarly a register containing Central and State Government Offices located in their own buildings also needs to be maintained so as to verify the correctness of levy of Property Tax as per rules relating to levy and collection of the P.T on Government buildings.

OTHERS:**CODE NO.18****95.INCONSISTENCIES IN THE E-SUVIDHA PACKAGE RESULTING IN LOSS TO THE MUNICIPAL CORPORATION:**

Certain inconsistencies were noticed in the e-Suvidha package during the course of audit which had a bearing on the correctness or otherwise of the PT fixed and collected accordingly. The package was not levying the deviation penalties even when there were deviations from permitted extent as per building permission. It only levied penalty for unauthorized construction penalty. There was no assurance in audit that the calculations of PT were correct in the system. The special notice generated by the package was being used and the copy of the same was not made available in audit. There was no assurance in audit that the three logins were not misused as it was noticed that the DEO was using all the three logins freely and there was no check on the use of the logins. There was no assurance in audit that the Special demand notice was compared properly before the facsimile of the Commissioner was appended.

96.NON CONDUCTION OF DEPARTMENTAL INSPECTIONS: code no.9

According to Govt. Orders in G.O.Ms.No.247, GAD, Dated: 08-02-1962 and instructions issued from time to time, District Officers and their subordinate Officers are required to be inspected by the Heads of the Departments periodically and furnish the Inspection Reports in form of questionnaire prescribed therein the need for lapses of Govt Offices periodically was also emphasized in the Govt. Memo.

When details of the Departmental Inspection of the Municipality were conducted if any or copy of reports if any was not pointed out to audit for verification. Effective steps would be taken for furnishing of the same to next audit.

NON PRODUCTION OF RECORDS:**CODE.NO:11****97.VOUCHER – PAID VOUCHER AND CONNECTED FILES NOT FURNISHED TO AUDIT – IRREGULAR – NEEDS****EARLY ACTION CALLED FOR:****Rs.80,61,969.00**

As could be verified the Cash Book relates to 001 Account and 002 Account of the Vijaywada Municipal Corporation, Vijaywada for the year 2014-15, it was noticed that the following paid Voucher along with the connected files etc., were not made available to audit for verification. Though several half margin letters were issued during the course of audit, the connected records were not furnished to audit for verification. As such, in absence of the same the correctness of the expenditure thus incurred could not be verified in audit. Hence, the entire expenditure for Rs.2,93,59,945/- { i.e. 001 Account for Rs.1,26,21,970+ 002 Accounts for Rs. 1,67,37,975/- } is held under objection in audit.

| STATEMENT SHOWING THE PARTICULARS OF PAID VOUCHERS OR CONNECTED FILES NOT FURNISHED RELATES TO GENERAL FUNDS OF THE V.M.C., VIJAYWADA FOR THE YEAR 2014-15 | | | | | |
|-------------------------------------------------------------------------------------------------------------------------------------------------------------------|---------------------|-------------|--------------------------------------------------------------------------------------------------------------------------------------|------------------------|----------------|
| Sl. No. | Voucher. No. | Date | Particulars | Amount Involved | Remarks |
| 1 | 2 | 3 | 4 | 5 | 6 |
| 1 | 3326 | 01.09.2014 | Towards Supply of Hire Vehicle to E.A on 30.06.2014 | 3604.00 | |
| 2 | 3421 | 06.07.2014 | towards MogalRaj Puram Disp vide C.N.506 | 93035.00 | |
| 3 | 3426 | 06.09.2014 | towards Mutyamlapadu Disp vide C.N.511 | 19001.00 | |
| 4 | 3345 | 06.09.2014 | towards Circle-II Engg vide C.N.327 | 414854.00 | |
| 5 | 3346 | 06.09.2014 | towards C.C.S , E.E.-II vide C.N.328 | 32009.00 | |
| 6 | 3471 | 6.09.2014 | towards Sec. Cell vide C.N.401 | 116111.00 | |
| 7 | 3480 | 06.09.2014 | towards Circle-II, Rev vide C.N.419 | 226833.00 | |
| 8 | 3484 | 06.09.2014 | towards Circle-III, Rev vide C.N.424 | 650633.00 | |
| 9 | 3570 | 09.09.2014 | towards Laying of 150 MM M.S.Piple line for by pass arrangement of fixing of 15 HP Suberling pump set at Srinivasa Nagar Bank Colony | 15000.00 | |
| 10 | 3573 | 09.09.2014 | Towards General Maintenance of Commissioner Bungalow in Circle-3 area | 25780.00 | |
| 11 | 3678 | 09.09.2014 | Towards Construction of Central division to Ambedakar road from Fly over junction to Raju Nagar in 29th Division | 304000.00 | |

| | | | | | |
|---------------|------|------------------|------------------------------------------------------------------------------------------------------------------------------------|-------------------|--|
| 12 | 3688 | 12.09.2014 | towards Honorium for 57 No. of Corporatists and 05 No. of Corporate Members for th month of August,2014 | 233805.00 | |
| 13 | 3869 | 20.09.2014 | towards supply and delivery of 19600KG's Broomsticks | 300000.00 | |
| 14 | 3874 | 20.09.2014 | towards cost of 2nd floor e techno Trng. School building in 20th division | 150000.00 | |
| 15 | 3875 | 20.09.2014 | towards construction of function hall at Arul Nagar in Christu rajapuram in 3rd division | 600000.00 | |
| 16 | 3878 | 20.09.2014 | towards repairs to 5HP sub mirasable plumpest at R.L.Nagar D.P.Station | 35812.00 | |
| 17 | 3887 | 23.09.2014 | Towards supply and delivery of 03 No. of Desalting Machines | 2000000.00 | |
| 18 | 4005 | 26.09.2014 | towards supply of Contract Labour for maintenance of W.S. of V.G.D in A.E. VI Circle-3 Wages for the month of June,2014 | 323093.00 | |
| 19 | 4006 | 26.09.2014 | towards Reconstruction of Collapsed steps and retain wall at D.NO.2-3/7-4, near C.S.I. Church in four pillar areas in 33rd Davison | 300000.00 | |
| 20 | 4128 | P.NO.174/09-2014 | towards Circle-I Engg C.NO.326 | 472793.00 | |
| 21 | 4129 | P.NO.174/09-2014 | towards Circle-Ii Engg C.NO.327 | 414913.00 | |
| 22 | 4159 | P.NO.182/09-2014 | towards Circle-II REV. C.NO.419 | 174474.00 | |
| 23 | 4162 | P.NO.182/09-2014 | towards Circle-I REV C.NO.422 | 502220.00 | |
| 24 | 4164 | P.NO.183/09-2014 | towards Circle-III REV C.NO.424 | 653999.00 | |
| TOTAL: | | | | 8061969.00 | |

VIOLATION OF RULES

(CODE:9) RECEIPTS

**98.NON REALIZATION OF TAXES & NON TAXES COLLECTED FOR VMC,VZA THROUGH E -SEVA CENTERS-
NEEDS ACTION**

E-Seva centers were entrusted with the collection of various Taxes and Non taxes payable to VMC, VZA. E-Seva Centre is only service providers and they have to remit the collection every day to the participating departments. But as seen from the E-Seva Centre records it is noticed that an amount of Rs.65472925.00 of the year 2014-15 was not remitted to VMC, VZA.

Further, presently an amount of Rs. 4.0 crores approximately is lying with E-Seva centers as suspense amount relating to VMC, VZA. But VMC, VZA has not made any efforts to realize the said amounts. Further the Corporation is taking loans from commercial banks to meet the expenditure for developmental activities and paying interest. Hence it is clear that VMC, VZA is loosing interest on Rs. 4.0 crores which are VMC, VZA amounts lying with E-Seva Centers. Hence early action would need to be taken to realize the said amount immediately.

NON COLLECTION OF DUES:

Code No.7

**99.PROPERTY TAX - NO ADDITIONAL TAX WAS IMPOSED ON THE OWNERS OF BULDINGS WHO HAVE
ALLOWED THE INSTALLATION OF CELLTOWERS - NEDDS ACTION:**

In Circular Roc.No.23032/2013/E1-2 Dt.9-11-2013 the Commissioner and Director of Municipal Administrations have issued instructions to the concerned Municipal authorities to collect additional Property tax from house owners who have allowed the installation of cell towers on their premises. No such property tax was imposed and collect from the owners those who have allowed to install cell towers on their building or vacant site. Action would need to be taken to impose additional Property tax and collect from the owners.

100.TAXES - PROPERTY TAX - DEMAND NOT FIXED:

As per annual account an aggregate amount of Rs.603467555.00 was realized under property tax and water tax during the year under audit. But the Demand for the current financial year was not fixed and ward wise register was also not produced to audit for verification in audit. An amount of Rs.603467555.00 collected during the year 2014-15 was treated as Demand, which is not correct. Separate Demand has to be fixed under this item and basing on this Demand, collection has to be made. But this was not done. In the absence of the Demand register, it could not be ascertained whether the entire amount due has been collected or not. Immediate action may be taken to fix the demand with reference to ward wise Assessment list, and arrive at the D.C.B. under the authorization of the Executive Authority. Immediate action may be taken in this regard. Any loss, sustained by municipal funds due to non-preparation of D.C.B. would have to be made good from the person or persons responsible.

NON REMITTANCE OF RECOVERIES:**CODE.NO:10****101.REMITTANCES – NON REMITTANCES OF P.T RECOVERIES - IRREGULAR – NEEDS EARLY****ACTION CALLED FOR:****Rs.3,420/-**

As could be verified from the Cash Book relates to General Funds of the V.M.C.Vijayawada during the year 2014-15, it was noticed that the following Recoveries towards Profession Tax Amounts recovered from the paid Vouchers aggregate amounting to Rs.3,420/- during the year under audit. But, the same were not remitted to the heads concerned. Which is not in order. And the same were retaining to the funds. Hence, early action would need to be taken for remittance of P.T Amounts to the heads concerned at an early date and furnish the remittance particulars to audit for verification without fail.

| SL.NO. | Month | Amount Involved | Remarks |
|--------|---------|-----------------|---------|
| 1 | 2 | 3 | 4 |
| 1 | 04/2014 | 3,56,010.00 | |
| 2 | 05/2014 | 3,61,245.00 | |
| 3 | 06/2014 | 3,66,100.00 | |
| 4 | 07/2014 | 3,56,279.00 | |
| 5 | 08/2014 | 3,57,616.00 | |
| 6 | 09/2014 | 3,61,890.00 | |
| 7 | 10/2014 | 3,50,220.00 | |
| 8 | 11/2014 | 3,62,940.00 | |
| 9 | 12/2014 | 3,50,040.00 | |
| 10 | 01/2015 | 3,58,320.00 | |
| 11 | 02/2015 | 3,65,760.00 | |
| 12 | 03/2015 | 3,63,560.00 | |
| Total: | | | |

Further, as could be verified from the register concerned, the following observation was noticed:

1. Since none of the executive authority or the competent authority concerned are certified the connected register.
2. Gross amount of the bill of the individual concerned were not pointed out, as such in absence of the same the correctness of the P.T Recovered could not be verified in audit.

Therefore, in the light of the above it brought to the notice to the higher authorities concerned effect steps would need to be taken for rectification of the same besides reemitting the amounts to the heads and furnishing the details to audit for verification positively.

VIOLATION OF RULES: **CODE.NO:09**
102.REMITTANCES – REMITTANCE OF VMC EMPLOYEES CO.OP CREDIT SOCIETY LTD., ABNORMAL
DELAY REMITTANCE AND CERTAIN DEFECTS - IRREGULAR – NEEDS EARLY ACTION CALLED FOR:
Rs.42,68,035.00

As could be verified from the Cash Book relates to the General Funds of the V.M.C.Vijayawada during the year 2014-15, it was noticed that an aggregate amount of Rs.42,68,035.00 was drawn and paid by way of Cheque bearing No.4933, Dated: 30.03.2015 to the President ,VMC, Employees Cooperative Credit Society Ltd., Vijayawada towards Employees cooperative Credit Loan recovery amount for the month of March,2012.

In this regards, reasons for the abnormal delay in remittance of the same was not pointed out. Further, the connected payees acknowledgements etc., was also not pointed out.

About to that, as could be verified from the file.No.B6-7214/10 and the connected note file vide page.No.23etc., it was observed that the above amounts of Rs.42,68,035.00 was already approved by the Examiner of Accounts / Commissioner on 03.05.2012 for payment and vide.Bill.No.1287/04.05.2012. But, during the year 2014-15 in the month of March, 2015 was again claimed. The valid reasons are material information if any were not made available to audit for verification. As such, in absence of the same the correctness of the amounts drawn and paid could not be verified in audit.

Therefore, in the light of the above, it brought to the notice to the higher authorities concerned. The same would need to be examined and effective steps would need to be taken. The loss if any sustained in this regard need to be made good from the person or persons responsible, furnish the material facts to this department without fail.

NON PRODUCTION OF RECORDS:**CODE.NO:11****103.RECORDS – CERTAIN RECORDS NOT PRODUCED IN CIRCLE-2 – IRREGULAR – NEEDS EARLY ACTION CALLED FOR:**

As could be verified from the Records relates to Vijaywada Municipal Corporation for the year 2014-15, it is noticed that the following records were not made available to audit for verification. Though half margin letters were issued to the Executive "Authorities concerned, simply acknowledged the same only. But, the following records were not furnished to audit for verification.

Particulars:

M.L's relates to Ward No.12A., 14 & 16.

Hence, in absence of the same the correctness of the Property Tax collected could not be verified in audit. Therefore, the loss if any sustained in this regard would need to be worked out and made good from the person or persons responsible besides furnishing the material facts to this department positively.

CODE NO 9**104.PROVIDENT FUND – FINAL PAYMENTS – PAID TO THE RETIRED EMPLOYEES – ALONG WITH INTEREST – IRREGULAR – NEEDS RECTIFICATION.**

As verified from the provident fund final payments files of the retired employees. It is noticed that the final payments paid along with interest amount the employees GPF Subscriptions were credited to the corporation bank, But the bank was not credited any kind of interest. In this connection the employees subscription only are in bank account. But the Municipal Authorities were paid their provident fund balances along with interest amounts without receiving any kind of interest from any other source. Hence the interest amount was met from other employees provident fund subscription. This is irregular. Action would need to be taken to recover the interest amount already paid to the retired employees and the fact may be intimated to audit.

CODE No. 9**105.PROVIDENT FUND – CASH BOOK NOT MAINTAINED PROPERLY – NOT RECONCILED – IRREGULAR.**

In the course of audit, it is noticed that the provident fund cash Book was not maintained properly. The Municipal Authorities were not followed the rules for Maintenance of Cash Book. In cash book Expenditure particulars only written/recorded but not written the receipts particulars.

The opening balances and closing balances were not arrived/concluded in cash book. The closing balances of cash book and Bank Pass book were not reconciled. Which is irregular. Action would need to be taken to rectify the defects and the fact may be intimated to audit.

106.ACCOUNTS – ANNUAL ACCOUNTS PROVIDENT FUND ACCOUNT- EXPENDITURE –VARIATION FROM CASH BOOK AND ANNUAL ACCOUNT NEEDS IRREGULAR.

As verified from the provident fund account along with cash book and Annual Account actual Expenditure from cash book and bank pass book is Rs. 3,59,37,083/-. In annual account the provident fund Expenditure is shown as Rs. 13,75,09,091/- in this connection in annual account an amount of Rs.10,15,72,008/- Was Excess expenditure shown. The Municipal authorities are requested to rectify the variation and the fact may be intimated to audit.

Code No. 9

107.DEPOSITS - PENDING FROM YEARS TOGETHER SHOULD BE LAPSED - NEEDS ACTION:

The remaining Deposits unclaimed for three completed years after their refunds fall due and surplus proceeds of distraint property not claimed within six months from the date of sale should be lapsed and credited to the revenue Head of account. The deposits thus lapsed shall be entered in a register called - Register of Lapsed Deposits, which should be maintained in the form set out in Annexure VII to the rules relating to Deposits issued in G.O.Ms No. 519 MA dated 04-07-1970 as amended in G.O.Ms No. 385 M.A. Dt. 12-07-1974. For the claims subsequently made and admitted, the amounts concerned may be refunded from the general balance of the Municipal Corporation with the sanction of the Municipal Corporation.

Code No.18

108.MAINTENANCE OF DEPOSITS REGISTER – CERTAIN DEFECTS:

The register of deposits was not maintained in the prescribed proforma. The following defects were noticed during the course of audit.

- 1) The details of outstanding balances of the deposits to be refunded at the end of the previous financial year were not brought forward.
- 2) Monthly abstract as well as annual abstract of the receipts and refunds of the deposits were not appended to the register duly certified by the Commissioner.
- 3) Lapsed deposits if any were not adjusted to the General Funds by making suitable transfer entries.
- 4) The year wise split up of the deposits was not made.
- 5) While making refunds of the deposits, the original receipt entry made in the deposits register was not rounded off duly recording the refund particulars to avoid double payment.

In view of the above shortcomings in the maintenance of the deposits register loss if any occurred to the Municipal Corporation funds would need to be ascertained and recovered from the persons responsible.

109.ADVANCES ADJUSTED BEING SHOWN AS ADVANCES ONLY: code no.9

It was noticed that advances adjusted were not properly exhibited in the books of accounts for the year 2014-15. The advance adjusted was being shown as advance only. Further the advances originally sanctioned in previous years were totally ignored. As a result, on adjustment of advances instead of booking expenditure to the relevant head of account they were being shown as advances only. Thus the amount of advances to be adjusted was inflated and the mechanism of watching their adjustment was failed in the accounts.

6)Corpus fund not collected from successful bidders –irregular.

As for Go.m.s no 4 I&CAD user departments shall collect corpus fund @ 0.04%. of ecv with a cap of Rs 10,000 for all works with ECV up to 50 crores and 25000/- for works with ECV above 50 crores from successful bidders to sustain e-procurement initiatives, research and development of software application for automation for process in user depts, on e- procurement platform before entering into agreement to words e-procurement fund in favour of managing director, Apts, Hyderabad.

There fore action would need to be taken to collect the above corpus fund and compliance to audit.

110.Corporus fund not collected from successful bidders –irregular. Code No.9

As for Go.m.s no 4 I&CAD user departments shall collect corpus fund @ 0.04%. of ecv with a cap of Rs 10,000 for all works with ECV up to 50 crores and 25000/- for works with ECV above 50 crores from successful bidders to sustain e-procurement initiatives, research and development of software application for automation for process in user depts, on e- procurement platform before entering into agreement to words e-procurement fund in favour of managing director, Apts, Hyderabad.

Therefore, action would need to be taken to collect the above corpus fund and compliance reported to audit.

111. GENERAL WORKS – EXECUTION OF WORKS – CERTAIN QUANTITIES OF WORK DONE IN EXCESS OF THE ESTIMATE PROVISION, CONSEQUENTIAL EXCESS PAYMENTS – IRREGULAR – NEEDS RECOVERY : Rs. 8431.00 code no.13

During the course of audit 2014-15, it was noticed that an amount of Rs. 8431.00 was incurred in excess towards the Quantities executed in excess of the work, which is over and above the estimate provision.

Work is to be completed according to the actual Quantities, which were provided in the estimate. But the same was not done, which is a breach of “condition of contract” by the contractor.

Therefore action would need to be taken to recover the excess payment from the person or persons responsible and credited to Municipal funds.

Name of the Work : construction of A.C. Sheet shed for NTR sujala padhakam
On Nunna Road at Dabakotlu Road junction in 52 nd Division.
Estimate : 1,97,000/-

Contractor Name : M/S K.S.Reddy & co
M Book No. : 848/12-13
Voucher No. : 5576/11-2014.

| Item | Quantity as per M Book | Quantity as per estimate | Difference | Rate | Excess amount |
|---------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|------------------------|--------------------------|------------|---------|---------------|
| Brick Masonary in cm (1:6) with bricks traditional size 23*11*7 cms 2 nd class including cost & conveyance of all materials ,seinarage charges and labour charges for mixing of mortor wastering cutting etc. | 16.80 | 15.10 | 1.7 | 4024.75 | 6842.00 |
| Supply and delivery of Quarry dust approved Quarry for filling including cost,seinarage and conveyance of all materials and labour charges for watering for filling etc. | 33.65 | 31.55 | 2 | 794.31 | 1589.00 |
| | | | Total Rs : | | 8431-00 |

112.MUNICIPAL CORPORATION, VIJAYAWADA – JNNURM – AMOUNT PAID TOWARDS CONSTRUCTION OF HOUSES UNDER 258.74 SCHEME – CONNECTED VOUCHERS, FILES, M.BOOKS, ESTIMATES AND OTHER CONNECTED RECORDS NOT PRODUCED – IRREGULAR – NEEDS PRODUCTION. Rs. 8,95,37,466.00 code no.11

During the course of audit on the accounts of Municipal Corporation, Vijayawada for the year 2014-2015 as verified from the cash books relating to JNNURM Funds under 258.74 scheme, it was noticed that an aggregate amount of Rs.8,95,37,466.00 was drawn and paid to contractors as detailed below.

| Sl.No | Voucher No | File No | Particulars | Amount Involved (Rs.) |
|-------|--------------|--------------------|---------------------------------------------------------------------|-----------------------|
| 1 | 48/07.06.14 | E9-44504/2007 | Construction of G+3 Houses in Package -I | 5266033.00 |
| 2 | 50/07.06.14 | E9-44506/2007 | Construction of G+3 Houses at Machavaram | 7932639.00 |
| 3 | 75/07.06.14 | E12-127087/2010 | Construction of G+3 Houses at New R.R.Peta Package 4 | 2669000.00 |
| 4 | 82/07.06.14 | E12-145027/2008 | Construction of G+3 Houses at Jakkampudi Package 16 | 3684769.00 |
| 5 | 83/07.06.14 | E12-145029/2008 | Construction of G+3 Houses at Jakkampudi Package 17 | 3097158.00 |
| 6 | 84/07.06.14 | E12-145030/2008 | Construction of G+3 Houses at Jakkampudi Package 18 | 2998836.00 |
| 7 | 85/07.06.14 | E12-145032/2008 | Construction of G+3 Houses at Jakkampudi Package 19 | 4639276.00 |
| 8 | 123/07.06.14 | E12-138853/2008 | Construction of G+3 Houses at Jakkampudi Package | 2647577.00 |
| 9 | 124/20.6.14 | E12-138855/2008 | Construction of G+3 Houses Package 12 | 3638200.00 |
| 10 | 125/20.6.14 | E12-138858/2008 | Construction of G+3 Houses Package 13 | 2839509.00 |
| 11 | 126/20.6.14 | E12-138864/2008 | Construction of G+3 Houses Package 14 | 2198020.00 |
| 12 | 147/24.6.14 | E12-161725/2010 | Providing Electricity and Infrastructure Facility | 4300000.00 |
| 13 | 150/28.6.14 | E12-130994/2010 | Providing Hydro Electric Systmes Supply | 1121000.00 |
| 14 | 155/7/14 | E12-138838/2008 | Construction of G+3 Houses Package 3 | 2605087.00 |
| 15 | 161/8/14 | E12-129867/2010 | Providing BT road at Y.V.Rao Estate at Jakkampudi Layout | 1292989.00 |
| 16 | 162/5.8.14 | E12-148500/2010 | Providing BT road levelling at Vambay Colony | 840509.00 |
| 17 | 173/8.14 | E12-145506/2010 | Costruction of Model Community Hall at Jakkampudi Layout | 1200000.00 |
| 18 | 185/8.14 | RC B5-139815/2013 | Construction of G+3 Houses Package 21 at Jakkampudi | 2000000.00 |
| 19 | 210/10.14 | RC B5-139815/2013 | Construction of G+3 Houses Package 21 at Jakkampudi | 1500000.00 |
| 20 | 217/11.14 | E9-44503/2007 | Construction of G+3 Houses | 1727212.00 |
| 21 | 220/11.14 | E12-13843/2008 | Construction of G+3 Houses under BSUP at Jakkampudi | 1626165.00 |
| 22 | 222/11.14 | RC E12-135703/2010 | Providing Water Sump and Pumpset to G+3 houses at Gangiredduladibba | 765311.00 |
| 23 | 223/11.14 | E12-13842/2008 | Construction of G+3 Houses under BSUP at Gangiredduladibba | 1172474.00 |
| 24 | 224/11.14 | E12-119557/2008 | Construction of G+3 Houses under | 1108978.00 |

| | | | | |
|----|---------------|--------------------|-------------------------------------------------------------------------|-------------|
| | | | BSUP at Gangiredduladibba | |
| 25 | 225/11.14 | E12-138848/2008 | Construction of G+3 Houses at Jakkampudi | 3261077.00 |
| 26 | 227/11.14 | E12-138847/2008 | Construction of G+3 Houses at Jakkampudi | 3116713.00 |
| 27 | 248/11.14 | E3-126779/2010 | Construction of G+3 Houses at Gangiredduladibba | 402670.00 |
| 28 | 256/12.14 | E12-145034/2008 | Construction of G+3 Houses | 4109293.00 |
| 29 | 288/1.15 | E-12-138855/2008 | Construction of G+3 Houses Package 12 | 11897746.00 |
| 30 | 311/2.15 | E12-153102/2009 | Construction of Primary Health Centre at Jakkampudi | 1897914.00 |
| 31 | 312/2.15 | RC E12-127097/2011 | Providing Double Pole Structure HT/LT 160 KVA Transformer at Jakkampudi | 777685.00 |
| 32 | 313/2.15 | E12-115182/2010 | Providing Water Sump and Pumpset to G+3 houses | 133626.00 |
| 33 | 314/2.15 | E12-115562/2010 | Providing UGD Sewerlines at Jakkampudi | 270000.00 |
| 34 | 254/12.14 | E12-135209/2011 | Providing Water supply at jakkampudi | 800000.00 |
| | Grand Total:- | | | 89537466.00 |

In this connection, the connected M.Books, Estimates, Vouchers and other files etc... were not made available to audit for verification even after repeated requests made orally and through Half Margin letter S.A NO: 07/2016-2017 Dated 03.06.2016. In the absence of the same, the correctness of the expenditure thus incurred could not be verified and certified in audit. Hence, the entire amount is held under objection. The loss if any sustained due to the above omission would need to be worked out, made good from the person or persons responsible and credited to concerned heads of account under intimation to this department without fail.

113.MUNICIPAL CORPORATION, VIJAYAWADA – JNNURM – AMOUNT PAID TOWARDS CONSTRUCTION OF HOUSES UNDER 59.83 SCHEME – CONNECTED VOUCHERS, FILES, M.BOOKS, ESTIMATES AND OTHER CONNECTED RECORDS NOT PRODUCED – IRREGULAR – NEEDS PRODUCTION. Rs. 11,77,97,221.00 (code no.11)

During the course of audit on the accounts of Municipal Corporation, Vijayawada for the year 2014-2015 as verified from the cash books relating to JNNURM Funds under 59.83 scheme, it was noticed that an aggregate amount of Rs. 11,77,97,221.00 was drawn and paid to contractors as detailed below.

| Sl.No | Voucher No | File No | Particulars | Amount Involved (Rs.) |
|---------------|------------|-----------------|-----------------------------------------------------------------------------------------------------|-----------------------|
| 1 | 1/10.14 | E3-599/2007 | Providing UGD Collection Network in N.S.C Bose Nagar | 6782127.00 |
| 2 | 7/12.14 | E11-110559/2010 | Providing 100 mm thick CC road and side drains in Madhura Nagar | 517889.00 |
| 3 | 8/12.14 | E3-599/2007 | Providing UGD Collection Network in N.S.C Bose Nagar | 1304873.00 |
| 4 | 9/12.14 | E3-146/2007 | Providing Balance water Distribution Network in Old New Rajiv Nagar | 629227.00 |
| 5 | 10/12.14 | E11- 192/2009 | Providing 100 mm thick CC pavements to the road Block no 100 to 109 in A.S Nagar. | 259105.00 |
| 6 | 11/12.14 | E11- 485/2008 | Providing 100 mm thick CC pavements to 32 to 38 road from Allu Appala Narayana Nagar in Old R.R Pet | 370000.00 |
| 7 | 12/12.14 | B19-146858/2014 | Fixed Deposit at Central Bank of India Vijayawada for 15 days only | 100000000.00 |
| 8 | 13/12.14 | E3-362/2007 | Providing U.G.D Collection Network in Singh Nagar and Vambay Colony. | 6000000.00 |
| 9 | 19/12.14 | E3-362-2007 | Providing U.G.D Collection Network in Singh Nagar and Vambay Colony. | 1934000.00 |
| Grand Total:- | | | | 11,77,97,221.00 |

In this connection, the connected M.Books, Estimates, Vouchers and other files etc... were not made available to audit for verification even after repeated requests made orally and through Half Margin letter S.A NO: 07/2016-2017 Dated 03.06.2016. In the absence of the same, the correctness of the expenditure thus incurred could not be verified and certified in audit. Hence, the entire amount is held under objection. The loss if any sustained due to the above omission would need to be worked out, made good from the person or persons responsible and credited to concerned heads of account under intimation to this department without fail.

114.MUNICIPAL CORPORATION, VIJAYAWADA – JNNURM – AMOUNT PAID TOWARDS CONSTRUCTION OF HOUSES UNDER 26.48 SCHEME – CONNECTED VOUCHERS, FILES, M.BOOKS, ESTIMATES AND OTHER CONNECTED RECORDS NOT PRODUCED – IRREGULAR – NEEDS PRODUCTION. Rs. 15,00,000.00(code no.11)

During the course of audit on the accounts of Municipal Corporation, Vijayawada for the year 2014-2015 as verified from the cash books relating to JNNURM Funds under 26.48 scheme, it was noticed that an aggregate amount of Rs. 15,00,000.00 was drawn and paid to contractors as detailed below.

| Sl.No | Voucher No | File No | Particulars | Amount Involved (Rs.) |
|-------|---------------|-------------|---------------------------------------------------------------------|-----------------------|
| 1 | 1/11.2014 | E3-600/2007 | Providing Under Ground Drainage Collection Network in Prakash Nagar | 1500000.00 |
| | Grand Total:- | | | 1500000.00 |

In this connection, the connected M.Books, Estimates, Vouchers and other files etc... were not made available to audit for verification even after repeated requests made orally and through Half Margin letter S.A NO: 07/2016-2017 Dated 03.06.2016. In the absence of the same, the correctness of the expenditure thus incurred could not be verified and certified in audit. Hence, the entire amount is held under objection. The loss if any sustained due to the above omission would need to be worked out, made good from the person or persons responsible and credited to concerned heads of account under intimation to this department without fail.

115.MUNICIPAL CORPORATION, VIJAYAWADA – JNNURM – AMOUNT PAID TOWARDS CONSTRUCTION OF HOUSES UNDER 97.97 SCHEME – CONNECTED VOUCHERS, FILES, M.BOOKS, ESTIMATES AND OTHER CONNECTED RECORDS NOT PRODUCED – IRREGULAR – NEEDS PRODUCTION. Rs. 8529000.00(code no.11)

During the course of audit on the accounts of Municipal Corporation, Vijayawada for the year 2014-2015 as verified from the cash books relating to JNNURM Funds under 97.97 scheme, it was noticed that an aggregate amount of Rs. **8529000.00** was drawn and paid to contractors as detailed below.

| Sl.No | Voucher No | File No | Particulars | Amount Involved (Rs.) |
|---------------|------------|------------|---------------------------------------------------------------------|-----------------------|
| 1 | 1/11.2014 | E14-166364 | Construction of G+3 Houses at A.S Nagar Under Phage –II, Package 7. | 2140000.00 |
| 2 | 2/11.2014 | E14-166365 | Construction of G+3 Houses at A.S Nagar Under Phage –II, Package 8. | 2889000.00 |
| 3 | 13/11.2014 | E14-166364 | Construction of G+3 Houses at A.S Nagar Under Phage –II, Package 7. | 1468000.00 |
| 4 | 14/11.2014 | E14-166365 | Construction of G+3 Houses at A.S Nagar Under Phage –II, Package 8. | 2032000.00 |
| Grand Total:- | | | | 8529000.00 |

In this connection, the connected M.Books, Estimates, Vouchers and other files etc... were not made available to audit for verification even after repeated requests made orally and through Half Margin letter S.A NO: 07/2016-2017 Dated 03.06.2016. In the absence of the same, the correctness of the expenditure thus incurred could not be verified and certified in audit. Hence, the entire amount is held under objection. The loss if any sustained due to the above omission would need to be worked out, made good from the person or persons responsible and credited to concerned heads of account under intimation to this department without fail.

116.MUNICIPAL CORPORATION, VIJAYAWADA – JNNURM – AMOUNT PAID TOWARDS CONSTRUCTION OF HOUSES UNDER 97.98 SCHEME – CONNECTED VOUCHERS, FILES, M.BOOKS, ESTIMATES AND OTHER CONNECTED RECORDS NOT PRODUCED – IRREGULAR – NEEDS PRODUCTION. Rs. 5964059.00(code no.11)

During the course of audit on the accounts of Municipal Corporation, Vijayawada for the year 2014-2015 as verified from the cash books relating to JNNURM Funds under 97.98 scheme, it was noticed that an aggregate amount of Rs. **5964059.00** was drawn and paid to contractors as detailed below.

| Sl.No | Voucher No | File No | Particulars | Amount Involved (Rs.) |
|---------------|------------|------------------|-----------------------------------------------------------------------------------------------|-----------------------|
| 1 | 1/09.2014 | E14- 107076/2012 | Providing Sewerage System to G+3 Houses at S.Nagar | 2230059.00 |
| 2 | 8/11.2014 | E14-143554/2013 | Providing Sewerage System to G+3 Houses on North East Corner side housing blocks at A.S.Nagar | 1424000.00 |
| 3 | 24/02.2015 | 143554/2013 | Providing Sewerage System to G+3 Houses on North East Corner side housing blocks 42 A.S.Nagar | 2310000.00 |
| Grand Total:- | | | | 5964059.00 |

In this connection, the connected M.Books, Estimates, Vouchers and other files etc... were not made available to audit for verification even after repeated requests made orally and through Half Margin letter S.A NO: 07/2016-2017 Dated 03.06.2016. In the absence of the same, the correctness of the expenditure thus incurred could not be verified and certified in audit. Hence, the entire amount is held under objection. The loss if any sustained due to the above omission would need to be worked out, made good from the person or persons responsible and credited to concerned heads of account under intimation to this department without fail.

117.MUNICIPAL CORPORATION, VIJAYAWADA – DRRP SCHEME – CONNECTED VOUCHERS, FILES, M.BOOKS, ESTIMATES AND OTHER CONNECTED RECORDS NOT PRODUCED – IRREGULAR – NEEDS PRODUCTION. Rs. 5,88,797.00 (code no.11)

During the course of audit on the accounts of Municipal Corporation, Vijayawada for the year 2014-2015 as verified from the cash books relating to DRRP scheme, it was noticed that an aggregate amount of Rs. 5,88,797.00 was drawn and paid to contractors as detailed below.

| Sl.No | Voucher No | Particulars | Amount Involved (Rs.) |
|-------|------------|--------------------------------------------------------------------------------------------------------------------------|-----------------------|
| 1 | 1/17.06.14 | To S.A.Sattar, City Project Co-Ordinator – VMC – towards advance for 5 days training programme from 09.06.14 to 13.04.14 | 91250.00 |
| 2 | 2/2.07.14 | I.T Needs, Vijayawada – Supply of Softwares accessories to UNDP Disort Management | 158123.00 |
| 3 | 3/02.07.14 | Digital World – Vijayawada – Supply of Hard Ware Accessories to UNDP | 61486.00 |
| 4 | 8/7.17.14 | Advance to Director AMR APARD, Hyd – Towards training to Urban Volunteers in the city | 25000.00 |
| 5 | 9/1.11.14 | To S.A.Sattar, City Project Co-Ordinator, UNDP cell for conduct training | 240000.00 |
| 6 | 10/7.11.14 | Md Imam Mohiddin, S.E (Works)- VMC – T.A Bill attended to Review Meeting at Madhurai o 28.01.2014 | 12938.00 |
| | | Total:- | 588797.00 |

In this connection, the connected M.Books, Estimates, Vouchers and other files etc... were not made available to audit for verification even after repeated requests made orally and through Half Margin letter S.A NO: 07/2016-2017 Dated 03.06.2016. In the absence of the same, the correctness of the expenditure thus incurred could not be verified and certified in audit. Hence, the entire amount is held under objection. The loss if any sustained due to the above omission would need to be worked out, made good from the person or persons responsible and credited to concerned heads of account under intimation to this department without fail.

118.MUNICIPAL CORPORATION, VIJAYAWADA – OAP SCHEME – CONNECTED VOUCHERS, FILES, M.BOOKS, ESTIMATES AND OTHER CONNECTED RECORDS NOT PRODUCED – IRREGULAR – NEEDS PRODUCTION. Rs. 1,88,430.00 (code no.11)

During the course of audit on the accounts of Municipal Corporation, Vijayawada for the year 2014-2015 as verified from the cash books relating to OAP scheme, it was noticed that an aggregate amount of Rs. **1,88,430.00** was drawn and paid to contractors as detailed below.

| Sl.No | Voucher No | File No | Particulars | Amount Involved (Rs.) |
|---------------|------------|---------------|-----------------------------------------------------------------------------------------------------------------------------------|-----------------------|
| 1 | 1/20.05.14 | U3- 107877/12 | Towards Crystal Services, Vijayawada for printing charges of social security pension for the month of Nov-13, Dec – 13 & Jan 2014 | 11845.00 |
| 2 | 2/20.05.14 | U3- 107877/12 | Towards Crystal Services, Vijayawada for printing charges of social security pension for the month of Feb-2014 to May – 2014 | 15997.00 |
| 3 | 3/12.09.14 | U3- 107877/12 | Towards Innovations, Vijayawada, Printing of Pension Applications | 36600.00 |
| 4 | 4/12.09.14 | | Towards IT recovery for Ravich Innovations | 840.00 |
| 5 | 7/27.11.14 | | Towards IT recovery for Crystal Services | 784.00 |
| 6 | 8/19.12.14 | D2-143206/12 | To M/s Vijaya Lakshmi Super Bazar, Vijayawada for Supply of A4 Paper Bundles | 13933.00 |
| 7 | 9/19.12.14 | D2-143206/12 | To M/s Sri Ganesh Enterprises, VJA for Supply of Ricoh Toners | 8293.00 |
| 8 | 5/27.11.14 | U3- 107877/12 | Towards Crystal Services, Vijayawada for printing charges of social security pension for the month of 8/2014 & 9/14 | 60938.00 |
| 9 | 6/27.11.14 | | Towards Crystal Services, Vijayawada for printing of Envelop Covers with A.P State Logo, C.M.Photo & N.T.R Bharosa | 39200.00 |
| Grand Total:- | | | | 188430.00 |

In this connection, the connected M.Books, Estimates, Vouchers and other files etc... were not made available to audit for verification even after repeated requests made orally and through Half Margin letter S.A NO: 07/2016-2017 Dated 03.06.2016. In the absence of the same, the correctness of the expenditure thus incurred could not be verified and certified in audit. Hence, the entire amount is held under objection. The loss if any sustained due to the above omission would need to be worked out, made good from the person or persons responsible and credited to concerned heads of account under intimation to this department without fail.

119.MUNICIPAL CORPORATION, VIJAYAWADA – M.P.LADS SCHEME – CONNECTED VOUCHERS, FILES, M.BOOKS, ESTIMATES AND OTHER CONNECTED RECORDS NOT PRODUCED – IRREGULAR – NEEDS PRODUCTION. Rs. 29,02,56,680 code no.11

During the course of audit on the accounts of Municipal Corporation, Vijayawada for the year 2014-2015 as verified from the cash books relating to M.P.LADS scheme, it was noticed that an aggregate amount of Rs. **29,02,56,680/-** was drawn and paid to contractors as detailed below.

| Sl.No | Voucher No | File No | Particulars | Amount Involved (Rs.) |
|-------|-------------|--------------------|-----------------------------------------------------------------------------------------------------------------------------------------|-----------------------|
| 1 | 1/29.5.14 | E11-125441/13 | To Sivarama Prasad, Contractor for Construction of Community Hall in Madhura Nagar | 1333552 |
| 2 | 7/31.5.14 | E 11 111077/2013 | M/s K.S. Reddy & Co towards construction Burrial Ground Campound wall near Vambe Colony | 63327 |
| 3 | 13/9.6.14 | | Constuction of 1 st floor Nayee Bhrahmain community hall in Ayodhya Nagar colony | 129000 |
| 4 | 19/28.6.14 | E 11 111077/2013 | Construction of Community Hall in Madhura Nagar, 45 th division | 474752 |
| 5 | 20/9.7.14 | E11-116417/13 | Constuction of Community Hall in Luna Centre | 787000 |
| 6 | 26/21.10.14 | E 11-132643/13 | Constuction of 1 st floor Nayee Community Hall in Ayodhya Nagar | 185364 |
| 7 | 32/15.11.14 | E – 6 | R. Subbarao, Contractor, Construction of Community Hall in Harizanawada27th ward | 1044000 |
| 8 | 360/24.9.14 | E .V-156749/2009 | M\s Ramkey Intra Ltd, HYd towards design construction and 20 MLD Sewarage Treatment plant at Jakkampdi. | 6127000 |
| 9 | 361/24.9.14 | EEV-156749/2009 | M\s Ramkey Intra Ltd, HYd towards design construction and 20 MLD Sewarage Treatment plant at Jakkampdi. | 14241059 |
| 10 | 372/29.9.14 | B 19 – 146858/2014 | The Branch Manager, Syndicate Bank, Labbipeta towards fixed deposits | 200000000 |
| 11 | 373/5.10.14 | E 11 – 146538/2011 | S.VRamaraao, Contractor providing VGD collection net work in UDA colony, Rajine nagar, 58 th Division | 3000000 |
| 12 | 379/9.10.14 | E 11 – 158187/10 | M/S Vijaya Engineering Enterprises, Hyd towards prov 100 mm dia D.I. pavement main from UGD at Kanaka Durga nagar | 3217873 |
| 13 | 380/9.10.14 | E 11 – 141812/2011 | M/s K.S.Reddy & Co towards Prov 100 mm thick CC pavement to block No.103 to 115, 59 th Division | 1457000 |
| 14 | 381/9.10.14 | E 11 – 110333/2012 | M/s K.S. Reddy & Co, New colony plot No.339 to Road in NSC Bose Nagar, 59 th Division | 710000 |
| 15 | 382/9.10.14 | E 11 – 113666/2012 | M/s K.S. Reddy & Co, road NO. 1,2 & 12 in New colony, NSL Bank 59 th division | 333000 |
| 16 | 383/9.10.14 | E 3 – 501/2009 | B.V. Raju towards construction of UGD inlet Chamber Screen & Chamber, collection wall and pump house in Kanaka Durga Nagar | 886104 |
| 17 | 384/9.10.14 | E 3 – 129/2009 | - Do - Rajiv nagar | 413896 |
| 18 | 385/9.10.14 | | Ch. Chandra sekahar towards providing 100 mm thick cc pavement to Devineni Gandhi puram main road and approach in 56 th div. | 1500000 |
| 19 | 386/9.10.14 | E 11 – 141801/2011 | M/s Vadra Construction providing 100 mm thick cc pavement to various cross roads in Santhi nagar | 1264000 |
| 20 | 387/9.10.14 | | - Do - Cr – 14 to Cr- 18 in Ajith singh nagar, 54 th div. | 898000 |
| 21 | 388/9.10.14 | E – 11- | -Do – Cross roads 2,8,9,12 & 13 in Ajith singh nagar | 338000 |

| | | | | |
|----|--------------|---------------------|--------------------------------------------------------------------------------------------------------------------------------------------------------------------------|----------|
| | 4 | 141763 /2011 | 54 th div. | |
| 22 | 428/10.10.14 | E – 9 – 164153/2010 | M/s APR Project Private Limited Hyd, towards construction of Retaining wall in Ramalingeswara Nagar STP | 8346000 |
| 23 | 429/10.10.14 | E – 9- 164153/2010 | M/s APR Project Private Limited Hyd, towards construction of Retaining wall in R.L. Nagar STP | 11028000 |
| 24 | 430/10.10.14 | STP – E3- 223/09 | V. Ramarao, towards prov-500 mm dia VGD pumping main line flow New R.R. Peta to singh nagar | 2460000 |
| 25 | 448/21.10.14 | E -11 139337/2010 | M.Ramakrishna, Contractor, providing 100mm thick C.S. Pavement to vadder colony to old Rajiv nagar Temple north side road | 600000 |
| 26 | 449/1.11.14 | EE-V- 131346/2009 | M/s Ramky Infrastruture Ltd, Hyd towards Design, cost and maintenance of 20 MLD, STP at RL Nagar with UASBR, Technologies | 1324800 |
| 27 | 453/3.11.14 | E – 11- 122946/2010 | M/s Maruthi Construction Vijayawada providing 100 mm thick cc pavement and construction of cc drain to nandamuri nagar ta vasista colony and 52 and 55 divisions | 5900000 |
| 28 | 459/11.11.14 | E 3-130/2009 | B.V.Raju towards construction of UGDICS & Grit chambers collectiobn Network in UDA colony Rajive colony 58 th div. | 710000 |
| 29 | 465/11.11.14 | E -11 – 146538/2011 | V. Ramarao, Construction of UGD collection Network in UGD colony, Rajiv colony 58 th div. | 1158000 |
| 30 | 466/17.11.14 | E – 3 -130/09 | V. Ramarao, Construction of UGD inlet chambers, Screen an grit chambers and collection well pump house in A.S.Nagar | 2730000 |
| 31 | 477/28.11.14 | E -3- 128/09 | - Do- in prakash nagar | 2500000 |
| 32 | 479/28.11.14 | E -11- 113666/2012 | M\s K.S. Reddy & Co prov-100 mm thick cc pavement to road No 1,2,& 12 in new colony NSC Bose nagar 59 th div. | 224470 |
| 33 | 490/29.11.14 | E.E.V- 150830/2011 | M/s H.N.Infrastructures, Hyderabad, towards providing sewer lines to Un- Served areas to Tailorpeta, wynchi peta, Fish Market areas U.G.D Scheme in I Town | 1072042 |
| 34 | 496/29.11.14 | E.E.V- 156749/09 | M/s Ramky Infra, Hyderabad, Design, Construction, Operation and Maintenance of 20 MLD at St Peta Jakkampudi | 7970000 |
| 35 | 497/29.11.14 | | M/S AP Projects, Hyderabad Design, Construction, Operation and Maintenance of 20 MLD at Singh Nagar | 2580000 |
| 36 | 498/30.11.14 | E.E.III- 485/09 | M/S Chaitanya power systems pvt ltd, Hyderabad, providing 160 KVA, 415V.L.T Transformer with accessibility at sewage pumping station at Rajiv Nagar and N.S.C.Bose Nagar | 230000 |
| 37 | 512/12.12.14 | E.11 – 141802/2011 | To Ch.Chandra Sekhar, providing 100 mm thick C.C pavement to Devineni Gandhipuram main road and approaches in 56 th Division | 131000 |
| 38 | 513/24.12.14 | E 9- 160676/2009 | To M.Srinivasa Rao, Contractor, for providing S.W.G sever lines in Un Served areas of Circle – IV | 560000 |
| 39 | 517/24.12.14 | E 3-129/2009 | To B.V.Raju, Contractor – U.G.D Inlet Chambers Screen and Collection well cum pump house in Rajiv Nagar | 105441 |
| 40 | 518/8.1.15 | E 11 - 146538/2011 | To V.Rama Rao, Contractor, Towards Providing U.G.D Collection in Rajiv Nagar, 58 th Division | 2224000 |
| | | | | |

| | | | | |
|--|--|--|---------|--------------|
| | | | Total:- | 29,02,56,680 |
|--|--|--|---------|--------------|

In this connection, the connected M.Books, Estimates, Vouchers and other files etc... were not made available to audit for verification even after repeated requests made orally and through Half Margin letter S.A NO: 07/2016-2017 Dated 03.06.2016. In the absence of the same, the correctness of the expenditure thus incurred could not be verified and certified in audit. Hence, the entire amount is held under objection. The loss if any sustained due to the above omission would need to be worked out, made good from the person or persons responsible and credited to concerned heads of account under intimation to this department without fail.

120.MUNICIPAL CORPORATION, VIJAYAWADA – JNNURM – AMOUNT PAID TOWARDS CONSTRUCTION OF HOUSES UNDER 178.15 SCHEME – CONNECTED VOUCHERS, FILES, M.BOOKS, ESTIMATES AND OTHER CONNECTED RECORDS NOT PRODUCED – IRREGULAR – NEEDS PRODUCTION. Rs. 15,31,01,038.00 (code no.11)

During the course of audit on the accounts of Municipal Corporation, Vijayawada for the year 2014-2015 as verified from the cash books relating to JNNURM Funds under 178.15 scheme, it was noticed that an aggregate amount of Rs. 15,31,01,038.00 was drawn and paid to contractors as detailed below.

| Sl.No | Voucher No | File No | Particulars | Amount Involved (Rs.) |
|-------|--------------|------------------|-----------------------------------------------------------------------------------------------------------|-----------------------|
| 1 | 888/10-14 | E-11-141763/11 | 100mm thick cc pavement 2,8,9,12 & 13 in Singh nagar 54 th ward | 338000 |
| 2 | 428/10-14 | E-9-164153/2010 | Construction of Retaining wall in Road side of Ramalingeswara nagar | 8346000 |
| 3 | 429/10-14 | E9-64153/2010 | - Do - | 11028000 |
| 4 | 430/10-14 | E3-223/09 | 500mm dia VGD pumping from new RR peta to Singh nagar | 2460000 |
| 5 | 448/10-14 | E-11-139337/2010 | 100 mm thick cc pavement to Vaddera colony at old Rajiv nagar | 600000 |
| 6 | 449/10-14 | EEV-131346/2009 | Construction of Design construction | 1324800 |
| 7 | 453/3-11-14 | E11-122946/2010 | 100mm thick pavement cc drain to Nandamuri nagar | 5900000 |
| 8 | 459/11-11-14 | E3-130/2009 | Construction of DGP, ICSP Grift chambers collection well cum pumphouse in NSC bose nagar | 710000 |
| 9 | 465/11-11-14 | E11-146538/2011 | UGD collection network in UDA colony Ragiv nagar- 58 th div. | 1158000 |
| 10 | 466/17-11-14 | E3-130/08 | Construction of UGD inlet chamber screen and gift chamber collection well pump house in A.S. Nagar. | 2730000 |
| 11 | 477/11-14 | E-3- 128/2009 | Construction UGD inlet screen and Gift chamber collection well pumphouse in prakash nagar | 2500000 |
| 12 | 478/28-11-14 | E-11/141809/2011 | 100 mm thick cc pavement of CR to CR 32 new ELSR NSL Bose nagar | 681482 |
| 13 | 479/28-11-14 | E-11-113666/2012 | 100mm thick CC pavement to Rkoad No 1,2,& 12 in New colony SDL Bose nagar 59 th Div. | 224470 |
| 14 | 490/29-11-14 | EEV-150830/2011 | SWG Searlines to unserved areas to tailorpet fish market areas | 1072042 |
| 15 | 496/29-11-14 | EEV-156749/2009 | Design cost operation of maintenance of MLD , Jakkampudi | 7970000 |
| 16 | 497/29-11-14 | EEV-131347/09 | - Do- Singh nagar | 2580000 |
| 17 | 498/11-14 | EE-3-485/2009 | Double pole structure with 160KVA-415V, LT Tranformers with accessories at Sewiage pumping at Rajiv nagar | 230000 |
| 18 | 512/12-12-14 | E-11-141802/2011 | 100mm thick cc pavement to division Gandhipuram mainraod at approaches in 56 th Div. | 131000 |
| 19 | 513/12-14 | E-9-160676/2009 | SWG sewer lines in unserved areas of circle-IV | 500000 |
| 20 | 517/24-12-14 | E3-129/2009 | UGD inleft chamber, screen and Gift collections well cum pump house in Rajiv nagar | 105441 |

| | | | | |
|---------------|-------------|------------------|--------------------------------------------------------------------------------------------------|-----------------|
| 21 | 518/8-1-15 | E-11-146538/2011 | UGD collections Network in UDA colony 58 th div. | 2224000 |
| 22 | 524/13-2-15 | E-11-141812/2011 | 100mm thick cc pavement to Block 103 To 115 in prajashakthi nagar in 59 th div. | 1268682 |
| 23 | 525/13-2-15 | E-11-110333/12 | 100mm thick cc pavement to New colony plot No.339 road in NS Bose nagar in 59 th div. | 91660 |
| 24 | 536/2-15 | E11-221/2009 | 600mm dia D1 kg UGD pumping amin from prakash nagar to singh nagar. | 2000000 |
| 25 | 542/3-15 | E9-153140/09 | Laying of Trank main with RCC NP3 pipes from chittinagar to Kabela road | 750000 |
| 26 | 543/3-15 | E11-139337/2010 | 100mm thick pavement to Vaddera colony cross road and temple back side road in rajiv nagar | 742022 |
| 27 | 544/24-3-15 | E-9/160676-2009 | SWG sewer lines in unservedarea of circle IV | 246581 |
| 28 | 545/24-3-15 | E3-398/2009 | Double pole structure with 160 cc 415 VLT Transformer | 12586 |
| 29 | 546/23-3-15 | E11-141763/2011 | 100mm thick cc pavement to cross road in 2,8,9,12 & 13 in singh nagar 54 th Div. | 193000 |
| 30 | 547/3-15 | E11-141730/11 | 100mm thick cc pavements inSundaraiah nagar 180 ground in prakash nagar at 57 th div. | 338413 |
| 31 | 548/3-15 | E11-141735/11 | 100 mm thick cc pavement 69 to 125 in Radha nagar at 58 th div. | |
| 32 | 549/3-15 | EEV-110643/11 | Compound wall to UGD pumping station in 1 town Market area | 551038 |
| 33 | 550/3-15 | E9-161539/2009 | Construction of compound wall and ratining wall for UGD pumping station in circle-IV | 2550000 |
| 34 | 575/3-15 | B9/146858/14 | Fixed deposit for 15 days to Syndicate Bank,k Labbipet, VJA toward fixed deposite | 150000000 |
| Grand Total:- | | | | 15,31,01,038.00 |

In this connection, the connected M.Books, Estimates, Vouchers and other files etc... were not made available to audit for verification even after repeated requests made orally and through Half Margin letter S.A NO: 07/2016-2017 Dated 03.06.2016. In the absence of the same, the correctness of the expenditure thus incurred could not be verified and certified in audit. Hence, the entire amount is held under objection. The loss if any sustained due to the above omission would need to be worked out, made good from the person or persons responsible and credited to concerned heads of account under intimation to this department without fail

121. VACANT LAND TAX – DEMAND FOR THE CURRENT YEAR NOT FIXED: code no.9

In exercise of the powers conferred under Section 197, 198 and 199 of H.M.C., Act, 1955, the Municipal Council, Vijayawada, vide its notification No.1129/01/A1, dated 8-5-02 (published in the District gazette No.XLIII, Dated 13-5-02) had specified that the tax on vacant land be levied at 1% of the value of that landed property prevailing in the market, as determined by the registration department.

The monthly lists of vacant lands (requiring the levy of tax) prepared as per the property tax assessment register for the year 2013-14 were not made available for verification in audit. The demand under vacant land tax for the year 2013-14 was not fixed duly maintaining the current and arrear demand registers.

Further, the tax on vacant land was found to have been levied based on the property tax assessments made from time to time. Instead of preparing the lists of vacant lands on the basis of the property tax assessments. An independent survey by the out door staff would need to be got done for identification of the vacant lands in the limits of the Council and there by demand fixed properly, both current and arrear

CODE NO-9

122. D.C.B SUBSIDIARY REGISTERS NOT CLOSED D.C.B.PREPARED WITHOUT CLOSING THE SUBSIDIARY REGISTERS AND CERTIFIED –IRREGULAR NEEDS EARLY ACTION.

As verified from the annual account ,it is noticed that D.C.B for the year 2014-15 was not enclosed . The subsidiary registers for each receipt viz., Property Tax ,Water Tax , D&O Trades ,Building Licence Fee, Advertisement charges ,Market Auctions etc ., were not closed and certified . It could not be understood how the figures were tken in the said D.C.B in the absence of the above registers,the figure shown in the Annual Account could not be verified. Further the arrear demand registers were also not written up and updated . Hence the year wise balances could not be verified with reference to the balances available.

123. EARMARKED MUNICIPAL FUNDS FOR THE WELFARE OF S.Cs S.T's AND W& C.W. –PARTICULARS NOT POINTED OUT (code no.11)

In G.O.Ms No.41, dt. 24-01-77, instructions were issued to earmark the municipal funds @15%, 4% and 5% for the welfare of S.C.s and S.Ts and Women and Child Welfare respectively. In Government Memo.No.3811/42/77-4,M.A. dated 02-11-78, it was also classified that the welfare schemes for the S.Cs., S.Ts., and women & Child welfare contained in the aforesaid Government order have to be met at the proportion specified above from out of the developmental expenditure of the Corporation. But the details of amount earmarked at 15%, 4% & 5% from out of the developmental expenditure apportioned by the Vijayawada Municipal Corporation for the year **2014-15** and the expenditure incurred were not furnished in spite of similar defects having been pointed out in the Audit Reports of the Previous years also.

Action would therefore need to be taken immediately to maintain a separate register furnishing the particulars therein to watch whether the funds for welfare of S.Cs and S.Ts and W & C.W., were earmarked and utilized properly for their welfare as envisaged in the Government orders referred to above

124.SERVICE TAX- DETAILS OF PAYMENT OF SERVICE TAX – NOT FURNISHED – NEEDS ACTION (code no.11)

Every person, providing any of the specified taxable service to pay service tax, service tax being an indirect tax, its burden is to be borne by the person who receives services but it is to be collected and paid to govt exchequer by service provider.

As per the section 65(105) of the financial act 1994, renting of immovable property is taxable at the rates as detailed below.

| | Rate of tax |
|-------------------------------------|-------------|
| Service tax | 10% |
| Education. cess | 2% on st |
| Secondary and higher education cess | 1% on st |

On verification of the annual account for the year 2013-14 an aggregate amount of Rs.36,10,40,767/- was received as rents / leases of immovable property such as shopping complex, markets lands etc., but the lesser amount of Rs.167348 was collected as service tax .Service tax is mandatory to be paid the total value of service provided by service provider / exceeds 10 lakhs rupees.

In spite of half margin letter issued during the course of audit concerned file and registers maintained by the corporation were not produced to audit. In the absence of the non production of particulars relating to service tax, how much of amount collected and paid during the year under audit was not known to audit. Hence an early action would need to be taken to workout the service tax as per the sec 65(105) of the financial act 1994 and remitted to concerned head of account to avoid the penal interest under section 76 of the act and intimate to the audit.

CODE NO.11

125. CONTRIBUTORY PENSION SCHEME AMOUNT NOT SHOWN IN ANNUAL ACCOUNT NEEDS

RECTIFICATION

As verified from the annual Account for the year 2013-2014 it is observed that Contributory Pension Scheme amount deducted from the salary of the Employees was not shown under Receipt and Expenditure side. .As per G.O.Ms.No.655 Finance(Planning-I)department Dated:22-05-2004 C P S @ 10% on Basic pay +DA should be recovered from the employee's salary and remitted to CPS Scheme . The connected CPS remittance particulars files registers were not produced to audit to FOR VERIFICATION. . In the absence of the same the correctness of recovery as well as remittance particulars of CPS could not be verified in audit. Therefore early action would need to be taken to produce the records to audit and to incorporate the CPS figure in Annual Account.

126.Recovery of HRA from those Who are residing in the Municipal Quarters details not known in audit.

Code no.18

As verified from the Annual Account for the year 2013-2014 it is observed that no amount was shown as HRA under Receipt side for the Municipal quarters. The connected pay bill registers files were not produced to audit. In the absence of the same the recovery of HRA from the Salary of those who are provided Municipal Quarters, as per F.R.45(A) @10% on the Basic pay, could not be verified in the Audit. In the absence of the above, the loss if any sustained would need to be made good to corporation funds under intimation to Audit.

127.CELL PHONE TOWERS INSTALLATION – PERMISSION FEE NOT COLLECTED : code no.9

According to G.O.Ms.No.183, M.A & UD (M) Dept., dt. 27-2-2008 all the cellular companies and telecom companies and all other companies are required to obtain permission from the local authority concerned for installation of their towers. Further, according to Municipal Act., Installation Charges have to be paid by the cellular companies to the Municipal Civic body and the civic body can also levy tax either on the cellular companies or on the owners of the buildings on which the cell towers have been installed as one time installation charges.

A writ petition was filed in W.P No.326 of 2013 in Honourable High Court not to interfere with the function of the towers. After hearing both parties i.e. petitioners and respondents., the Honourable High Court ordered there was no gain saying that matter required a policy matter so that respective GPs and ULBs would be applying the same standards uniformly and would not be applying the same standards uniformly and would not be varying case to case basis. However, the policy formulation may take longer time so in the interest of both petitioner and the respondent the petitioner may be directed to deposit a sum of Rs.10000/- within 30 days from today with the respondent local body. The amount is determined on a tentative basis only.

But, this was not being followed in the Municipal Corporation, Vijayawada since, it was potential revenue to the ULB, the ULB should fix the demand for such income and should collect it from Telephone companies from time to time. During the year under audit, the permission fee from telecom companies was not collected. The executive authority himself would need to be held responsible for the loss caused due to non collection. Action would need to be taken in this regard and tap this potential source of income to augment the own resource of the Corporation.

Therefore, immediate action may be taken not only to collect the amounts but also insist upon getting the unauthorized cell towers regularized satisfying all the conditions like structural stability, willingness of owners and neighbours etc.

128. VACANCY REMISSION REGISTER NOT PRODUCED. Code no.11

During the course of audit, the register of vacancy remission was not produced for verification in audit. In absence of the same it could not be verified in audit whether the following conditions on which the remission of property tax is granted were fulfilled.

- (i). The building should be vacant and for a considerable period of 30 days or more days in the half year.
- (ii). There should be a notice of vacancy from the owner either in that half year or in the proceeding half year indicating the period of vacancy.
- (iii)there should be a demand for remission of tax either in that half year or in the succeeding half year
- (iv)The amount of remission shall be proportional to the period of vacancy and it shall not exceed half of the amount of tax.

Hence the above register would need to be written up and produce to audit early for verification whether the above conditions are fulfilled.

129.TAXES OUT STANDING BILLS NOT VERIFIED DUE TO NON –PRODUCTION OF PROVISIONAL ARREAR

DEMAND REGISTERS code no.11

According to the instructions issued in Lr. no 5481/88 as 18-2-1988 of the directors of municipal administration Andhra Pradesh, Hyderabad and Lr. rc no 3123/A2/88 as 27-5-1988 of the director of state audit ,theCommissioner should prepare provisional arrear demand register at the end of each year for the un collected bills and produce the same for audit for verification of outstanding bills. But the provisional arrear demand register along with collection registers of all taxes were not produced to audit . in the absence of the same it is not possible to verify the out standing bills. Action would need to be taken to get the provisional arrear demand registers written up and produced to audit along with the collection registers for verification of out standing bills to prevent the possible defaulcation in tax collection. The arrear collections shown in the D.C.B statement could not be verified in the audit;due to the above reasons. In the absence of the same if any loss sustained in future would need to be recovered from the person or persons responsible.

130.Register of investments not produced loss if any sustained to Municipal Funds – Needs recovery and suitable action needs initiated against the concerned.(code no.11)

1. During the course of audit the register of investments was not made available for verification in audit. Due to non-production of this important register whether the procedure prescribed in this regard was followed or not could not be verified in audit and the genuineness of the transactions could not also be certified in audit.

1. Investments of sum in excess of Rs. 5000/- in fixed deposits in the state Co operative Banks approved by the register of Co operative societies for the purpose have received the previous approval that particulars of investments made have been entered in the register of investments and certificate or bank receipts or other evidence in suppos of investments were available and that in cases where the securities were held by the accounts General, the amounts were traceable in the list published by him in the Gazette.
2. Interests due have been realised on the due dates and credited to the accounts.
3. Investments made out of earmarked funds have been re invested if the amount was not required for expenditure.
4. In the case of investments written off by sale or otherwise the amounts of sale proceeds have been duly credited in the accounts or if the sale was by transfer of investments it is supported by proper vouchers.
5. Investments have not been disposed of except for specific purpose for which they have been made.

Due to non-production of the investment register it could not be verified whether any irregularities were committed and loss if any sustained to the Municipal funds in this regard and necessary action would need to be initiated against the concerned.

131.PROVIDENT FUND – INVESTMENT OF PROVIDENT FUND SUBSCRIPTION OF THE MUNICIPAL EMPLOYEES
ORDERS OF THE GOVERNMENT – NOT FOLLOWED – IRREGULAR NEEDS ACTION. Code no.9

As per the orders of the Government in G.O.Ms No:329 NAC UD(G2) Department Dated: 15.06.2006 all the Commissioners of Municipalities /Corporations have to obtain options from the Concerned municipal employees as to whether their G.P.F. Subscription shall be kept in the general funds of the Officer, Government Securities, Government guaranteed securities in the following pattern.

1. Government Securities 50%
2. State/ Central Government Guaranteed Securities 25%
3. N.S.S and other small saving investments (if allowed) 25%

(if NSS investment is not allowed if may be invested in AAA rated bond of PSUC and FIS)

Also for allowing rates of interest on G.P.F subscriptions based on the options exercised by the Municipal employees the Government in the said G.O ordered that.

1. In case of municipal employees opted for keeping their subscriptions in General Funds of respective municipality they shall be allowed the prevailing rate of interest fixed by the Government from time to time on the G.P.F subscriptions of Government Servants.
2. In case of municipal employees opted for investing / depositing their G.P.F. subscriptions in the post office/nationalized banks/ Government. Floated loans for the rate of interest that accrued in the investments/ deposit made shall only be allowed.

But this Municipal Corporation has not followed the orders of the Government till the close of Audit. Action would need to be taken to implement the above orders immediately and report compliance to audit.

132.SCHEME FUNDS - AMOUNTS KEPT IDLE - UNSPENT BALANCES NOT REMITTED: (code no.11)

The CDMA Hyderabad vide circular No Roc No PD A/c /CDMA/2012 Dt:13.10.12 issued instructions to all the Municipal Commissioners in the state to close all the non-operative accounts and FDRs which were opened without any orders of the higher authorities and transfer the available balances to the PD A/c No "001" and after transferring those amounts separate cash book and other necessary record shall be maintained for reconciliation and issue of UCs. The ULBs shall maintain a Master Cash Book for the Head wise and scheme wise transactions etc., and before the transfer and closing of accounts, it shall be informed to the Municipal Corporation for recording in the Minutes.

During the course of audit, it was observed that this Municipality has opened saving bank accounts without any permission from the competent authority for depositing of funds received for implementation of the schemes sanctioned by the GOI and GoAP such as Neeru Meeru, Janmabhoomi, Adverse Seasonal conditions, School building , Drought relief, road cutting charges, school sanitation, APURMSP , C MAPP, Basic MAAP, CI component and flood relief works. The said scheme funds were kept idle with banks. No transactions were conducted during the year under audit. The Executive Authority would need to take immediate action to remit the unspent balance amounts which were kept idle with the banks, to the heads concerned and the result may be intimated to audit.

133.REGISTER OF ADVANCE – NOT PRODUCED – Details of Pending Advances not known- NEEDS ACTION(code no.11)

An aggregate amount of Rs20494846-00 was drawn and paid towards various advances during the year under audit. According to the provisions laid down in AP.Financial code all advances that are paid to the employees as well as contractors for various purpose such as tour, Festival, Education, purchases , works etc., the advances shall be adjusted through the submission of a detailed bills within a stipulated period from the date of payment of such advance. In the event of non submission of the adjustment bill within the stipulated period, the official concerned shall not be paid any further advance and the amount of advance outstanding shall be recovered in lumpsum.

Inspite of half margin letter issued during course of audit , the register of advance not produced to audit. In the absence of the above, the advance recovery and balances pending as on 31.3.2015 could not be verified Audit. The loss if any sustained would need to be made good from the person or persons responsible and intimate to audit.

The details of advances sanctioned as per annual account during the year as follows.

| <u>S.no</u> | <u>Name of the Advance</u> | <u>Amount of Advance Rs</u> |
|-------------|---------------------------------------|-----------------------------|
| <u>1</u> | Contractors advances | <u>5856960-00</u> |
| <u>2</u> | <u>Employes for works</u> | <u>507061-00</u> |
| <u>3</u> | <u>Imprest</u> | <u>347544-00</u> |
| <u>4</u> | <u>Contractors Advances(Material)</u> | <u>13783281-00</u> |
| | <u>Total Rs.</u> | <u>20494846-00</u> |

PARA NO:

(CODE NO.09)

134. SERVICE VERIFICATION NOT RECORDED IN THE SERVICE REGISTER OF THE INDIVIDUALS – IRREGULAR.

As verified from the service registers of the individuals the service verification of the staff period up to 31.03.2015 not recorded. Early action would need to be taken to recording the service verification and produced for verification in audit

135.Service Registers Not maintained Properly code no.9

On verification of SRs of Public Health Section Vijayawada Municipal Corporation of the year 2014-15 is observed that the EL account of the employees is not maintained properly. The EL is credited to the individual employees account at the beginning of every half year. EOL availed in this half year, shall be taken in to account to in this half year, advance credit of EL in the next half year such that 1 EL is deducted for every 10 days of EOL. But this Rule not followed and hence the EL Balance shown in the SR is not correct.

136.M.BOOK ISSUE REGISTER NOT PRODUCED code no.11

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While conducting the audit on the accounts of Vijayawada Municipal corporation, for the year 2013-14, it was observed that expenditure incurred towards the works conducted by the municipality. But, the M.Book issue register showing the Measurement Book numbers, and the person to whom the M.Book was issued was not produced to audit. In the absence of the same, the particulars of works for which the payment was done, could not be traced. And also, since the audit of the municipality for the years from 2004-2005 to 2008-2009 has not been taken place, it could not be verified whether the payments made during the year towards the works, were already paid previously in preceding years or not. Hence, the register would need to be maintained regularly and all the entries be noted strictly. The loss if any caused due to such non-maintenance would need to be made good from the person / persons responsible.

137.PURCHASE OF PUBLIC HEALTH MATERIALS SUCH AS BLEACHING, LIME, BROOM STICKS AND BASKETS ETC., - CONNECTED FILES, STOCK REGISTER NOT PRODUCED Rs. 21,85,799/- (code no.11)

As per the Annual account for 2014-15 an huge amount of Rs.21,85,799/- was spent towards purchase of Public Health materials such as Bleaching powder, Lime powder, Broom sticks and Baskets. But the connected files, stock registers were not made available for verification in audit. In the absence of the same it could not verified in audit whether the Tenders/Quotations invited, reasonable rates were paid, stock received in good condition and utilized properly. On account of the above omissions the correctness of the payments made towards purchase of Public Health materials could not be checked in audit. Hence the expenditure could not be admitted and is held under objection.

138.D&O TRADES – LICENSE FEE ON WINE SHOPS ETC – NOT COLLECTED – NEEDS RECOVERY (CODE NO.9)

As per the G.O.Ms.No.111 (P.R. & IR) 98 and G.O.M.S. No 111/VUEIR/198 of the director of vigilance Enforcement , license fee under D&O trades on Brandy ,Whisky Wines etc., should be levied @ 1% on the excise rental value of the particular year in Municipal area irrespective of each shop. The Commissioner & DMA ,AP .,Hyderabad issued instructions to all municipalities in the state to take action for levy of license fee under D&O trades with immediate effect.

On the verification of the records maintained by the public health section of the Municipal Corporation , it is noticed that no action has been taken to levy the license fee @1% on annual rental value on wine shops located in the Municipal corporation area.

As the Municipality has not levied and collect the license fee under D&O trade on wine shops it constitutes clear loss of revenue to the Municipal funds. The loss would also need to be worked out and recovered from the persons responsible.

RESULT OF AUDIT :

The general result of audit may be considered as satisfactory.

RECEIPTS AND CHARGES:

The gross receipts and charges for the year 2014-15 were Rs.2873801668.00 and Rs.2191198740.66 respectively.

Pending Audit Objections

A total no of **3386** objections involving an amount of **Rs.15, 81, 00, 00,887.00** Pending Settlement as detailed below.

| Year | No.Of Objections | Amount Rs. |
|-------------|-------------------------|-------------------|
| 1981-82 | 94 | 2,741,901 |
| 1982-83 | 177 | 2,697,984 |
| 1983-84 | 251 | 1,630,811 |
| 1984-85 | 92 | 4,541,120 |
| 1985-86 | 77 | 4,426,709 |
| 1986-87 | 82 | 4,271,985 |
| 1987-88 | 84 | 24,265,673 |
| 1988-89 | 92 | 3,127,448 |
| 1989-90 | 77 | 33,140 |
| 1990-91 | 92 | 2,775,987 |
| 1991-92 | 86 | 4,662,252 |
| 1992-93 | 78 | 2,041,973 |
| 1993-94 | 70 | 455,623 |
| 1994-95 | 129 | 41,535,868 |

| | | |
|--------------------|-------------|------------------------|
| 1995-96 | 113 | 34,011,350 |
| 1996-97 | 153 | 121,618,790 |
| 1997-98 | 153 | 140,274,498 |
| 1998-99 | 119 | 150,475,905 |
| 1999-2K | 22 | 391,069,411 |
| 2000-01 | 124 | 75,776,617 |
| 2001-02 | 22 | 1,439,472,179 |
| 2002-03 | 55 | 1,089,986,094 |
| 2003-04 | 167 | 350,917,978 |
| 2004-05 | 45 | 438,124,081 |
| 2005-06 | 73 | 930,161,283 |
| 2009-10 | 137 | 24,86,74,903 |
| Total | 2664 | 550,97,71,563 |
| 2010-11 | 176 | 6639060658 |
| 2011-12 | 143 | 91,35,22,117 |
| 2012-13 | 160 | 74,96,60,252 |
| 2013-14 | 105 | 101,94,04,965 |
| 2014-15 | 138 | 97,85,81,332.00 |
| Grand total | 3386 | 15,81,00,00,887 |

Approved

REGIONAL DEPUTY DIRECTOR

STATE AUDIT,ZONE-II,ELURU.

| ABSTRACT OF AUDIT OBJECTIONS OF THE AUDIT REPORT ON THE ACCOUNTS OF VIJAYAWADA MUNICIPAL CORPORATION FOR THE YEAR 2014-15 | | | | |
|---------------------------------------------------------------------------------------------------------------------------|----------|----------|-----------------|---------|
| Sl. No | Para .No | Code. No | Amount Involved | Remarks |
| 1 | 2 | 3 | 4 | 5 |
| 1 | 1 | 9 | 0.00 | |
| 2 | 2 | 4 | 0.00 | |
| 3 | 3 | 4 | 0.00 | |
| 4 | 4(A) | 4 | 4024481.00 | |
| 5 | 4(B) | 4 | 35464329.00 | |
| 6 | 5 | 7 | 55029.00 | |
| 7 | 6 | 7 | 618.00 | |
| 8 | 7 | 7 | 1008.00 | |
| 9 | 8 | 7 | 700.00 | |
| 10 | 9 | 7 | 0.00 | |
| 11 | 10 | 7 | 0.00 | |
| 12 | 11 | 1 | 0.00 | |
| 13 | 12 | 7 | 819.00 | |
| 14 | 13 | 9 | 17221640.00 | |
| 15 | 14 | 9 | 0.00 | |
| 16 | 15 | 9 | 6564183.00 | |
| 17 | 16 | 9 | 0.00 | |
| 18 | 17 | 9 | 0.00 | |
| 19 | 18 | 9 | 0.00 | |
| 20 | 19 | 9 | 0.00 | |
| 21 | 20 | 9 | 0.00 | |
| 22 | 21 | 9 | 0.00 | |
| 23 | 22 | 9 | 0.00 | |
| 24 | 23 | 9 | 0.00 | |
| 25 | 24 | 9 | 0.00 | |
| 26 | 25 | 9 | 0.00 | |
| 27 | 26 | 9 | 0.00 | |
| 28 | 27 | 9 | 0.00 | |
| 29 | 28 | 9 | 133943.00 | |
| 30 | 29 | 9 | 22557.00 | |
| 31 | 30 | 9 | 0.00 | |
| 32 | 31 | 9 | 0.00 | |
| 33 | 32 | 9 | 0.00 | |
| 34 | 33 | 9 | 0.00 | |
| 35 | 34 | 9 | 0.00 | |
| 36 | 35 | 9 | 0.00 | |
| 37 | 36 | 11 | 130683.00 | |
| 38 | 37 | 9 | 0.00 | |
| 39 | 38 | 9 | 0.00 | |
| 40 | 39 | 9 | 0.00 | |

| | | | | |
|----|----|----|--------------|--|
| 41 | 40 | 10 | 5069480.00 | |
| 42 | 41 | 10 | 0.00 | |
| 43 | 42 | 10 | 4297679.00 | |
| 44 | 43 | 10 | 0.00 | |
| 45 | 44 | 11 | 0.00 | |
| 46 | 45 | 8 | 11061049.00 | |
| 47 | 46 | 11 | 2982239.00 | |
| 48 | 47 | 11 | 131129958.00 | |
| 49 | 48 | 11 | 0.00 | |
| 50 | 49 | 11 | 32019288.00 | |
| 51 | 50 | 11 | 8733293.00 | |
| 52 | 51 | 11 | 8167172.00 | |
| 53 | 52 | 11 | 370512.00 | |
| 54 | 53 | 11 | 0.00 | |
| 55 | 54 | 11 | 0.00 | |
| 56 | 55 | 11 | 0.00 | |
| 57 | 56 | 11 | 0.00 | |
| 58 | 57 | 11 | 327004.00 | |
| 59 | 58 | 11 | 0.00 | |
| 60 | 59 | 11 | 0.00 | |
| 61 | 60 | 11 | 0.00 | |
| 62 | 61 | 11 | 380000.00 | |
| 63 | 62 | 11 | 1664660.00 | |
| 64 | 63 | 11 | 5283000.00 | |
| 65 | 64 | 11 | 0.00 | |
| 66 | 65 | 11 | 0.00 | |
| 67 | 66 | 11 | 0.00 | |
| 68 | 67 | 11 | 0.00 | |
| 69 | 68 | 11 | 0.00 | |
| 70 | 69 | 11 | 0.00 | |
| 71 | 70 | 11 | 0.00 | |
| 72 | 71 | 11 | 0.00 | |
| 73 | 72 | 11 | 0.00 | |
| 74 | 73 | 11 | 0.00 | |
| 75 | 74 | 11 | 0.00 | |
| 76 | 75 | 11 | 0.00 | |
| 77 | 76 | 11 | 0.00 | |
| 78 | 77 | 11 | 0.00 | |
| 79 | 78 | 11 | 20131629.00 | |
| 80 | 79 | 13 | 179096.00 | |
| 81 | 80 | 13 | 586039.00 | |
| 82 | 81 | 13 | 523323.00 | |
| 83 | 82 | 13 | 36609.00 | |
| 84 | 83 | 13 | 1348.00 | |

| | | | | |
|-----|-----|----|--------------|--|
| 85 | 84 | 13 | 24760.00 | |
| 86 | 85 | 13 | 2859.00 | |
| 87 | 86 | 18 | 0.00 | |
| 88 | 87 | 18 | 0.00 | |
| 89 | 88 | 18 | 0.00 | |
| 90 | 89 | 18 | 0.00 | |
| 91 | 90 | 18 | 0.00 | |
| 92 | 91 | 18 | 0.00 | |
| 93 | 92 | 18 | 0.00 | |
| 94 | 93 | 9 | 0.00 | |
| 95 | 94 | 11 | 0.00 | |
| 96 | 95 | 18 | 0.00 | |
| 97 | 96 | 9 | 0.00 | |
| 98 | 97 | 11 | 8061969.00 | |
| 99 | 98 | 9 | 0.00 | |
| 100 | 99 | 7 | 0.00 | |
| 101 | 100 | 9 | 0.00 | |
| 102 | 101 | 10 | 3420.00 | |
| 103 | 102 | 9 | 4268035.00 | |
| 104 | 103 | 11 | 0.00 | |
| 105 | 104 | 9 | 0.00 | |
| 106 | 105 | 9 | 0.00 | |
| 107 | 106 | 1 | 0.00 | |
| 108 | 107 | 9 | 0.00 | |
| 109 | 108 | 18 | 0.00 | |
| 110 | 109 | 9 | 0.00 | |
| 111 | 110 | 9 | 0.00 | |
| 112 | 111 | 13 | 8431.00 | |
| 113 | 112 | 11 | 89537466.00 | |
| 114 | 113 | 11 | 117797221.00 | |
| 115 | 114 | 11 | 1500000.00 | |
| 116 | 115 | 11 | 8529000.00 | |
| 117 | 116 | 11 | 5964059.00 | |
| 118 | 117 | 11 | 588797.00 | |
| 119 | 118 | 11 | 188430.00 | |
| 120 | 119 | 11 | 290256680.00 | |
| 121 | 120 | 11 | 153101038.00 | |
| 122 | 121 | 9 | 0.00 | |
| 123 | 122 | 9 | 0.00 | |
| 124 | 123 | 9 | 0.00 | |
| 125 | 124 | 11 | 0.00 | |
| 126 | 125 | 11 | 0.00 | |
| 127 | 126 | 18 | 0.00 | |
| 128 | 127 | 9 | 0.00 | |

| | | | | |
|--------------|------------|----|------------------------|--|
| 129 | 128 | 9 | 0.00 | |
| 130 | 129 | 11 | 0.00 | |
| 131 | 130 | 11 | 0.00 | |
| 132 | 131 | 11 | 0.00 | |
| 133 | 132 | 9 | 0.00 | |
| 134 | 133 | 11 | 0.00 | |
| 135 | 134 | 9 | 0.00 | |
| 136 | 135 | 9 | 0.00 | |
| 137 | 136 | 11 | 0.00 | |
| 138 | 137 | 11 | 2185799.00 | |
| TOTAL | 138 | | 97,85,81,332.00 | |

DISTRICT AUDIT OFFICER
STATE AUDIT, KRISHNA
MACHILIPATNAM

WORK DONE STATEMENT FOR THE YEAR 2014-15 – AUDIT ON THE ACCOUNTS OF VMC

| S.No. | Team Deatails | Work allotted |
|-------|---------------------------------------------------------------------------------------------------------------------------------------------|------------------------------------------------------------------------------------------------------------------------------------------------------|
| 1 | K.Satyavathi AAO M.Samba sivaiah SA P.V.Bhaskara Rao SA G.Syam Kiran SA G.Rama Krishna SA | Audit of All schemes (both R&E) And PF |
| 2 | S.Dharma Raju AAO S.Tirupati Rao SA V .V. Swamy SA G.Deva Babu SA S.N.agarjuna SA | Audit of General Funds Works (S/M) And Advances and Deposits (both R&E) |
| 3 | Y .Surya Bhaskara Rao AAO G.Lova Kumar SA K. Surya Narayana SA G.Sita Rama Swami SA M.Narayana Rao SA | Audit of all purchases, contingencies, and establishment. Vehicle depot |
| 4 | K N Venkateswara Rao AAO R V S Prasad SA M V Bhaskar SA M Adi Sheshu SA G Srinivasa Rao SA V Lakshmi kumariSA And PA team | Property tax, VLT, AGLT, Verification of Annual account, DCB, CASHBOOK, Chitta, BAR, Tracing of vouchers with cashbook, Verification of Investments. |
| 5 | T. Srinivasa Rao AAO M Hari Krishna SA K Narendra Nath SA K H L S Kishore SA N Raghu Ram SA | Town Planning, D&O Trades, MDR, Sales, Shopping Complexes, Encroachments, Advertisement Tax. |