

# INTERNAL AUDIT REPORT OF NAGAR PANCHAYAT - MAHARAJGANJ

Not Signed

SPUR-PMU (Samvardhan)  
No. 628  
In Coming Date 29/8/16

For the Period from April-2014 to March - 2015

INTERNAL AUDIT CONDUCTED BY

**THAKUR BHUWANESH & ASSOCIATES**

Chartered Accountants  
2<sup>nd</sup> Floor, Nathani Market  
Sutapatti, Muzaffarpur  
Bihar-842001

Audit Conducted from: 25<sup>th</sup> April'16 to 29<sup>th</sup> April'16

Report Issued on 2<sup>nd</sup> May 2016

**NAGAR PANCHAYAT- MAHARAJGANJ (SIWAN)****INTERNAL AUDIT REPORT FOR THE FINANCIAL YEAR 2014-15****INDEX**

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## INTERNAL AUDITOR'S REPORT

Joint Secretary and  
Additional Project Director  
Urban Development & Housing  
Department, Patna

We have conducted internal audit of the Books of Accounts and related document and vouchers of **Nagar Panchayat – Maharajganj (ULB)** for the period of **1-4-2014 to 31-03-2015** in terms of agreement with UD&HD dated 21.03.2016. These Books of Accounts and related document and vouchers are the responsibility of Management. Our responsibility is to express an opinion on the Books of Accounts and related document and vouchers based on our audit.

We have conducted our audit in accordance with the **Standard on Internal Audit (SIA) formulated by ICAI**. Those Standards require that we plan and perform the audit to obtain reasonable assurance about whether the Books of Accounts and related document and vouchers are free from material misstatement. An audit includes examining, evidence supporting the amounts and disclosure in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by the management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our observations. The salient points of the scope covered by the internal audit are as follows:

1. The effectiveness of accounting system.
2. Compliance with the legal and statutory requirements.
3. Risk-based review and evaluation of the Internal Control.
4. Compliance of Bihar Municipal Act.
5. Compliance of Bihar Municipal Accounting Manual.


Moreover, our scope of examination also covered the requirements of the specific points as spelled out by the management of the Urban Development & Housing Department. The result and recommendations of our internal audit are set out in Scope, Observations and Annexure of our report.

The statutory auditor of the Urban Development & Housing Department expresses opinion as to the true and fair view of the financial statements. We have not expressed any opinion on the financial statements and accordingly, this report should not be constructed as our opinion on the financial statements.

**For Thakur Bhuwanesh & Associates**

Chartered Accountants.

FRN: 019690N

  
(CA. Rajesh Kumar Jha)

Partner

M.NO. 412318

Date: 2<sup>nd</sup> May'2016



## Executive Summary

### 1. Introduction

Name of the Municipality : Nagar Panchayat – Maharajganj

Period covered under current audit : 01.04.2014 to 31.03.2015

Name of Chief Executive Officer for the period under Audit : Sh. Basant Kumar

### 2. Results and Findings

<p><b>Strength observed during the audit engagement</b></p>	<ul style="list-style-type: none"> <li>• The following records are available:                             <ul style="list-style-type: none"> <li>✓ Cash Book with Subsidiaries</li> <li>✓ Cheque issue register</li> <li>✓ Remittance Register</li> <li>✓ Log Book of Vehicle</li> <li>✓ Salary Register</li> <li>✓ Daily collection Register of Taxes/user charges /Fees &amp; Fines</li> </ul> </li> <li>• Staff Cooperation during the Audit period is satisfactory.</li> <li>• Physical verification of movable Fixed Assets has been carried out during performance audit.</li> </ul>
<p><b>Weakness observed in the functioning of office, maintenance of records etc. observed during the audit engagement.</b></p>	<ul style="list-style-type: none"> <li>• Rs. 4050/- related to Holding Tax not taken in to cash book.</li> <li>• Rs. 38,67,460.00 due to be collected on account of mobile tower. ( detail attached)</li> <li>• Tax Collector generally deposits the collection amount with the interval of 3-7 days. As per Rule 27 of BMAR it should be deposited on daily basis. There are some lapses in internal control w.r.t collection of taxes.</li> <li>• Interest @1.5% not imposed on delay payment of Tower registration fees and annual fees beyond 30 days. After 5 years there should be increase by 25% in renewal fee has not been demanded.</li> <li>• Periodical checking of Books of accounts by Chairman or vice chairman has not been done.</li> </ul>



	<ul style="list-style-type: none"> <li>• There is lack of internal control on deposit of various taxes. Taxes such as VAT, I.T. Royalty etc are collected from time to time but its payments are still unpaid. The details are as under (up to 31-03-2015): VAT- Rs.870828 TDS- Rs. 176678 Royalty- Rs. 168734 Labour Cess- Rs. 152777</li> <li>• Grant Register is not being maintained hence it is difficult to find unutilized grant at any point of time.</li> <li>• Bank Reconciliation Statement is not prepared hence it is difficult to monitor possible mis-statement of fund, if any.</li> <li>• Budget has not been prepared before the F.Y. 2014-15.</li> <li>• No P.F. has been deducted from employees.</li> </ul>
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### 3. Opinion

<p><b>Overall opinion of the Audit team about the functioning of the Municipality</b></p>	<p>In our opinion some improvements are required in the functioning of the Municipality due the following reasons:</p> <ul style="list-style-type: none"> <li>• Most of the prescribed Books of accounts are not maintained</li> <li>• Internal Control w.r.t. collection of taxes, monitoring of grant, monitoring of advances, monitoring of schemes etc. is very poor.</li> <li>• Collection from own sources is very poor.</li> <li>• Grant received for various purposes are not utilized on timely basis.</li> <li>• There are serious lapses in deduction and deposit of statutory dues such as TDS, VAT, Royalty, Labour cess etc.</li> </ul>
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### 4. Audit Recommendations

<ul style="list-style-type: none"> <li>• The recommendations of</li> </ul>	<p>We recommend the followings:</p>
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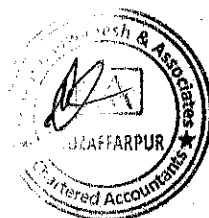


<p><b>Audit team on the observed weakness</b></p>	<ul style="list-style-type: none"> <li>• All the prescribed books of accounts and Registers should be prepared on real time basis</li> <li>• Bank reconciliation Statement should be prepared on monthly basis</li> <li>• Cashier Cash Book should be maintained and written on daily basis.</li> <li>• Collection by tax collector should be deposited on daily basis.</li> <li>• Grant Register should be prepared</li> <li>• All the statutory dues should be deposited on timely basis and returns prescribed under the statute should also be deposited on timely basis.</li> <li>• Demand Collection Register of all the wards should be prepared.</li> <li>• Property tax register should be prepared as per new assessment.</li> <li>• Collection from own sources should be improved.</li> </ul>
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**5. Comments from Management**

<p><b>Comment from Management</b></p>	<p>The audit report has been discussed with us; we will try our best to remove the irregularities pointed out in the audit report.</p> <p>For Nagar Panchayat –Maharajganj (Executive Officer)</p>
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**6. Acknowledgment**

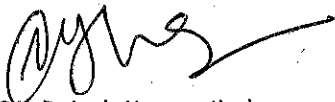


We are thankful to Mr. Basant Kumar (Executive Officer) and Mr. P. K. Gautam (Head Clerk) for their support during the period of our audit. We are also thankful to the support staffs of the municipality for their cooperation extended to us during the period of our audit.

**For Thakur Bhuwanesh & Associates**

Chartered Accountants.

FRN: 019690N



(CA. Rajesh Kumar Jha)

Partner

M.NO. 412318

Date: 2<sup>nd</sup> May'2016



**Detailed Audit Report**

**1. Introduction**

The Internal audit of Nagar Panchayat covering period from 1<sup>st</sup> April 2014 to 31<sup>st</sup> March, 2015 was conducted by following persons under guidance of CA. B.K.Thakur

- i. Mr. Amit Kumar
- ii. MohmadParwez

**2. Administration**

The present body of the ULB has taken charge on 12<sup>th</sup> October 2012. The incumbency in the key administrative and executive position was as under:

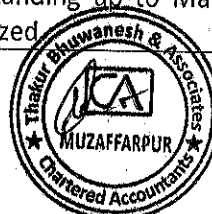
Smt. Sharda Devi, Chairman from 12<sup>th</sup> October'2012 to till date, Mr. Basant Kumar Executive officer from 06.09.2015 to till date.

**3. Review of outstanding audit paras : Status of AG Audit Observations are as under:**

Sl.No.	Particulars of Audit and date of report	Total No. of Audit Paras.	Total No. of audit paras where necessary improvement/ corrective measure is required	Total No. of audit paras where recovery of cash is proposed	Total No. of audit paras where recovery has been made	Total amount of Recovery	Total No. of outstanding paras where no action has been taken	No. & date of Compliance report
1.	Audit report No. 737/14-15	16	9	5	1	8262	6	Not available/show to us.

**Details of outstanding paras where no action has been taken**

Para No.	Particulars
Para 2	In two cases work has not been completed on time. Amount comes to Rs. 68179/- . Recovery for the same yet to be made.
Para 3	Advance of Rs. 6,95,900/- yet to be adjusted.
Para 4	Log Book of Vehicle not maintained.
Para 5	Losses incurred of Rs. 77,900/ due to non arrangement (Sariat)of Loading and Over Loading and Toilet.
Para 8	Rs. 6,26,000/- outstanding up to March 2014 on account of mobile tower yet to be realized.





Para 9	Rs. 28,800 on account of arrangement money of Sairat yet to be realised.
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#### 4. Finance

##### I. Budgetary provisions and expenditure for the last three years

Year	2012-13	2013-14	2014-15
Final/ Revised Budget	Budget not available		1,01,21,47,112
Actual Expenditure	1,27,06,310	70,97,326	1,96,33,407
Savings (+)/ Excess(-)	NA	NA	99,25,13,705

##### II. Volume of transactions

Period	Budgeted F.Y. 14-15	Previous year (F.Y. 13-14)	Corresponding period of	Current Period	Cumulative for the current period (F.Y. 14-15)
Opening Balance	2,39,65,808.04	2,64,37,193.00	2,64,37,193.00	4,35,91,764.44	4,35,91,764.44
Receipts	1,00,60,90,600.00	2,44,61,280.00	2,44,61,280.00	2,08,18,138.00	2,08,18,138.00
TOTAL	1,03,00,56,408.04	5,08,98,473.00	5,08,98,473.00	6,44,09,902.44	6,44,09,902.44
Net Expenditure	1,01,21,47,112.00	73,06,708.56	73,06,708.56	1,96,33,406.60	1,96,33,406.60
Closing Balance	1,79,09,296.04	4,35,91,764.44	4,35,91,764.44	4,47,76,495.84	4,47,76,495.84

##### III. Bank Reconciliation

Preparation of Bank Reconciliation Statement is not in practice; however we have verified the cashbook balance and pass book balance and found the same in order except a sum of Rs. 836059.25. Scheme wise Bank Account has not been maintained.



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IV. Revenue Receipts

Period	Budgeted F.Y. 2014-15	Previous year (For One year)	Corresponding period of previous year	Current Period	Cumulative for the current period
A. Own Source					
Property Tax	7,94,600			7,80,381	7,80,381
Assigned revenue	1,24,10,000	3534434	3534434	421108.4	421108.4
Others (Fees & User Charges)	6,16,000				
(b) Administrative Grant	95,00,000				
C. Special Grant(Scheme wise)					
Grants for Toilet Construction	6,00,00,000				
Basic Infrastructure for small and medium Town	1,10,00,000				
SGRY	1,00,00,000				
Rajiv Gandhi Housing Development	23,00,00,000				
Grant from M.P./MLAetc	3,92,70,000				
12th Finance		172806	172806	243302	243302
13th Finance Commission Grant	2,00,00,000	149057	149057	6414380	6414380
4th Finance Commission Grant	2,00,00,000	2435412	2435412	9961472.5	9961472.5
Grant for Water Supply	12,50,00,000				
BRGF	1,00,00,000	609642	609642	1728362.4	1728362.4
Kabir Antyeshti		76500	76500	19500	19500
Grant for construction of Administrative Building	12,85,00,000				
Census		263857	263857		
Allowances of Ward Pasad	5,00,000	65000	65000	64900	64900
Civil Amenities	20,00,00,000				
Urban Development Fund	2,30,00,000				
Grant for Land Acquisition	10,00,00,000				
OTHERS	55,00,000				
Total	1,00,60,90,600	73,06,708	73,06,708	1,96,33,407	1,96,33,407



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**V. Status of Implementation of Double Entry Accounting System**

Till date Double Entry Accounting System is not operational in the Nagar Panchayat.

**VI. Status of Municipal Accounts Committee; if meeting held**

As per section 98 of Bihar Municipal Act, 2007 it is necessary for the Municipality to constitute a Municipal Accounts Committee at its first meeting in each year or as soon as may be at any meeting subsequent thereto, but no Municipal Accounts Committee has been constituted by the N.P. till the date of our audit.



5. **Audit Observations**

I. **PART- A**

All audit objections/ irregularities which have monetary implication, particularly in following areas:

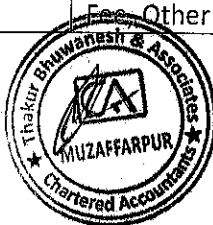
<p>a. Leakage of own source revenue either due to wrong assessment or non- levy of property tax, mobile tower tax, rent on municipal properties, advertisement tax fees etc.</p>	<p><b>Sariyat:</b> Rs. 28,800.00 on account of Sariyat arranged has not realised till date of audit</p> <p><b>Mobile Tower:</b> i) Rs. 38,67,460.00 due to be collected on account of mobile tower. ii) Rs. 58,011.00 on account of penalty @1.5% is yet to be collected on Tower Tax.</p> <p><b>Property Tax:</b> Rs. 404135.00 has been collected as property tax according to money receipts produced to us.</p>
<p>b. Excess payment against bill, lack of prudence in payment against voucher, inefficiency in controls resulting loss to ULBs</p>	<p>We have checked the expenditure vouched all above Rs. 10000.00 but no any objectionable thing noticed.</p>
<p>c. Report on findings of field survey of Property Tax of minimum 20 high value properties</p>	<p>Field survey of 80 high value properties has been conducted by us a report thereon is attached inAnnexure</p>



**PART-B**

All audit objections/ irregularities which have no monetary implication, but significant violation of Act, Rules & directives of UD & HD. Mention the reference Act & Rules wherein remedial measures is required. In this part auditor should report in respect of –

<p>a. Non- maintenance of books of accounts , subsidiary registers</p>	<p>The Nagar Panchayat is maintaining only Cash Book/ Bank Book</p> <p>As per Bihar Municipal Accounting Manual Following primary Books of accounts are required to be maintained :</p> <ol style="list-style-type: none"> <li>1. Cash Book (Form Gen-IA)</li> <li>2. Bank Book (Form Gen-IB)</li> <li>3. Journal Book (Form Gen-2)</li> <li>4. Ledger (Form Gen-3)</li> </ol> <p><b>Journal Book and Ledger are not maintained.</b></p> <p>In addition to above following other General Registers and forms are required to be maintained but the same are not being maintained.</p> <ol style="list-style-type: none"> <li>1 Receipt GEN-8</li> <li>2 Receipt Register GEN-9</li> <li>3 Statement on Status of Cheques Received GEN-10</li> <li>4 Collection Register GEN-11</li> <li>5 Memorandum of Collection GEN-12</li> <li>6 Summary of Daily Collection GEN-13</li> <li>7 Register of Bills for Payment GEN-14</li> <li>8 Payment Order GEN-15</li> <li>9 Cheque Issue Register GEN-16</li> <li>10 Register of Advance GEN-17</li> <li>11 Register of Permanent Advance GEN-18</li> <li>12 Deposit Register GEN-19</li> <li>13 Summary Statement of Deposits Adjusted GEN-20</li> <li>14 Demand Register GEN-21</li> <li>15 Bill for Municipal Dues GEN-22</li> <li>16 Summary Statement of Bills Raised GEN-23</li> <li>17 Register of Notice Fee, Warrant Fee, Other Fees GEN-24</li> <li>18 Summary Statement of Notice Fee, Warrant Fee, Other Fees GEN-25</li> </ol>
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	<p>19 Register of Refunds, Remissions and Write-offs GEN-26                  20 Summary Statement of Refunds and Remissions GEN-27                  21 Summary Statement of Write-Offs GEN-28                  22 Statement of Outstanding Liability for Expenses GEN-29                  23 Documents Control Register/Stock Account of Receipt/Cheque Book GEN-30                  24 Register of Immovable Property GEN-31                  25 Register of Movable Property GEN-32                  26 Register of Land GEN-33                  27 Function-wise Income Subsidiary Ledger GEN-34                  28 Function-wise Expense Subsidiary Ledger GEN-35                  29 Asset Replacement Register GEN-36                  30 Register of Public Lighting System GEN-37</p>
<p>b. Irregularity in procurement process</p>	<p>The following items has been purchased for Solid waste Management under 13 Finance :</p> <ol style="list-style-type: none"> <li>1. Drain Cleaning Machine - Rs. 13,70,000</li> <li>2. Suction Machine - Rs. 7,70,000</li> <li>3. Wheeled Waste Bin - Rs. 13,09,000</li> <li>4. Heavy Duty wheel - Rs. 94,500</li> </ol> <p>No comparative Chart available.</p> <p>Material Delivered after agreed period, but no penalty has been imposed.</p> <p>2% Security deposit has not been deducted on final payment against performance in the case of first two. The amount comes to Rs. 42,800/-</p> <p>Contract awarded on the basis of two technical qualifying bidders only. It should be minimum three for financial proposals.</p>
<p>c. Non-compliance of directives by UD &amp; HD, GOB</p>	<p>Non compliance of the direction issued by UD &amp; HD, GOB vide letter no. 3/UG- Ref 10/2012-1251 dated 12.07.2013 in respect of Solid Waste Management. No consumer tax has been imposed during the audit period.</p>
<p>d. Non Compliance of Act &amp; Rules</p>	<p>Various books of accounts and records, as provided in the Act and Rules are not maintained.</p>



<p>e. Lack of internal Control measures</p>	<ul style="list-style-type: none"> <li>• There are some lapses in internal control w.r.t collection of taxes.</li> <li>• Demand collection Register has not been prepared.</li> <li>• Dues from Tower tax has not been collected on time.</li> <li>• Interest @1.5% not imposed on delay payment of Tower registration fees and annual fees beyond 30 days. After 5 years there should be increase by 25% in renewal fee has not been demanded.</li> <li>• Periodical checking of Books of accounts by Chairman or vice chairman has not been done.</li> <li>• Grant Register is not being maintained hence it is difficult to find unutilized grant at any point of time.</li> <li>• Bank Reconciliation Statement has not been prepared.</li> <li>• Advance Register is not prepared hence it is difficult to mo the following amount has been outstanding since long:             <ol style="list-style-type: none"> <li>1. Mr. Prithvi Ram Singh(J.E.)- Rs. 525000</li> <li>2. Mr. Om Prakash Gupta (Ex Ward Commissioner)- 22500</li> <li>3. Mr. Satyendra Kumar (Ex. Ward Commissioner)- 22500</li> <li>4. Rajesh Kumar Pankaj(Ex Tax Collector)- Rs. 6400</li> </ol> </li> </ul>
<p>f. Non-compliance of TDS, VAT and other relevant Statute</p>	<p>i) There is lack of internal control on deposit of various taxes. Due to cash basis accounting liability of Taxes has not been accounted for hence it is difficult to ascertain tax payable at any point of time.</p> <p>ii) Taxes such as VAT, I.T. Royalty etc are collected from time to time but its payments are still pending for payment. The details are as under:</p>



	Rs870828/- on account of VAT upto March 15 , Rs. 176678/- on account of TDS, Rs.152777/- on account of Labour Cess Rs. 168734/ on account of Royalty
g. Deficiency in Pay-roll System	P.F Act has not been followed by the office.
h. Utilization of Grant and report on missing Utilization Certificates	Grant Register has not been prepared hence it is difficult to ascertain unutilized grant at any particular time. As explained to us Utilization certificates up to 31.03.2015 has been sent to the Government but copy of the same could not be provided to us.
i. Physical verification of inventory/Stores	Inventory/Store Register has not been prepared and physical verification of inventory/stores has also not been done.
j. Advances, their adjustment & recovery	Advance Register has been prepared but recovery for the same is still pending.
k. Any other matters as may be prescribed in due course.	





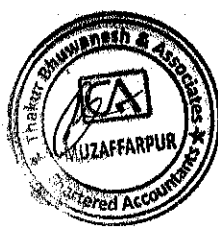
**PART- C**

**General Observations: Auditor should report the deficiencies noticed during their audit and recommend ULB Management to improve internal systems.**

Whether the postings for the entries in the books of original entry have been correctly made in the respective ledger accounts	No, Ledger accounts have not been prepared by the N.P.
Whether all the books of accounts and supplementary registers that are prescribed in the Accounts Manual/other applicable regulations have been properly maintained by the ULB;	No, except General Cash Book and Subsidiary Cash Book no other books of accounts have been maintained.
Whether the Quarterly Financial Statements have been compiled on the basis of the actual entries in the books of accounts;	No quarterly Financial Statements have been prepared by the N.P.
Whether the period-end and reconciliation procedures prescribed have been carried out.	No, period-end and reconciliation procedures prescribed have not been carried out.
Whether the Bank Reconciliation statements have been prepared and are appropriate	No, Bank Reconciliation Statements have not been prepared by the N.P.
Whether all grants from Government have been accounted at gross value with proper entries to various accounts	Yes, all grants from Government have been accounted at gross value but all transactions are not correctly classified with sufficient details.
Whether all transactions (incomes, expenditures, assets and liabilities) are correctly classified and stated in sufficient detail;	No all transactions have been classified as incomes and expenditure only assets and liabilities have not been recognized.
Whether all grants sanctioned or received by the municipality during the year, have been accounted properly, and where any deduction is made out of such grants towards any dues of the ULB? Whether such deductions have been properly accounted;	Grant received during the year has been properly accounted for. Information about grant sanctioned and deductions made out of such grant is not available with the ULB.
Whether any Special Fund has been created as per the provision of any statute and whether the Special Fund has been utilized for the purposes for which they have been created;	No Special fund has been created by the ULB.
In respect of contracts that are in existence during the year, whether there are any deviations from the sanctioned plans and the estimates without the sanction of the competent authority;	On our test check we did not notice any major deviation.



<p>Whether the ULB is maintaining proper records showing full particulars, including quantitative details and situation of fixed assets; whether these fixed assets have been physically verified at reasonable intervals; whether any material discrepancies were noticed on such verification and if so, whether the same has been properly dealt with in the books of account;</p>	<p>No, record of fixed assets has not been maintained by the ULB. Physical verification of fixed assets has not been done during the financial year under audit. However movable assets has been physically verified and found the same to be in order.</p>
<p>Whether in case of leasehold property given by the ULB, lease rentals are collected regularly by the ULB and that the lease agreements are renewed after their expiry;</p>	<p>As explained to us no property of the ULB has been given on lease.</p>
<p>Whether physical verification has been conducted by the ULB at reasonable intervals in respect of stores;</p>	<p>No, physical verification of store has been conducted by the ULB at reasonable intervals.</p>
<p>Whether the procedures of physical verification of stores followed by the ULB are reasonable and adequate? If not, the inadequacies in such procedures should be reported;</p>	<p>No</p>
<p>Whether any material discrepancies have been noticed on physical verification of stores as compared to book records, and if so, whether the same has been properly dealt with in the books of account;</p>	<p>No physical verification has been carried out during the period of audit.</p>
<p>Whether proper procedures are in place to identify any unserviceable or damaged stores and whether provision for the loss in this respect, if any, has been made in the accounts;</p>	<p>No there is no procedures are in place to identify any unserviceable or damaged stores</p>
<p>Whether the valuation of stores is in accordance with the accounting principles laid down in the rules? Whether the basis of valuation of stores is same as in the preceding year? If there is any deviation in the basis of valuation, the effect of such deviation, if material, should be reported;</p>	<p>No valuation of stores has been done.</p>
<p>Whether the parties to whom loans or advances have been given by the ULB are repaying the principal amounts as stipulated and are also regular in payment of the interest and if not, whether reasonable steps have been taken by the municipality for recovery of the principal and interest?</p>	<p>There are no such case has been found.</p>
<p>Whether there exists an adequate internal control procedure for the purchase of stores, including components, plant and machinery, equipment and other assets?</p>	<p>No there does not exist any internal control procedure for the purchase of stores, including components, plant and machinery, equipment and other assets</p>



**Internal Audit Report -Nagar Panchayat- Maharajganj | Financial Year 2014-15**

Whether applicable procurement rules and procedures are being followed and if so, significant deviations should be identified and reported.	No significant deviation observed.
Whether the municipality is regular in depositing statutory dues including tax deducted at source, service tax, VAT, works contract tax, cess payable to the government etc., and if not, the nature and cause of such delay and the amount not deposited;	No, the municipality is not regular in depositing statutory dues including tax deducted at source, service tax, VAT, works contract tax, cess payable to the government etc. We observed that all such tax deducted during the financial year has been deposited in the month of March 2015 only.
Whether any personal expenses have been charged to the municipality's accounts; if so, the details thereof;	We did not notice any such expenses.
Whether all the expenditure incurred by the Municipality are authorized by appropriate provision in the sanctioned budget, whether made originally or subsequently and are in all cases such as are authorized by law;	Yes while going through the voucher of above Rs 10000.00 observed that a the expenditure incurred by the Municipality are authorized by appropriate provision in the sanctioned budget
Whether all revenue has been properly assessed, accounted for, collected and recovery action taken on timely basis;	No all revenues have not been properly assessed, accounted for and collected Recovery action is also not taken on timely basis
Whether all sums due to and received by the Municipality have been brought to account within the prescribed time limits and are in all cases such as are authorized by law;	No, tax collected by the tax collector is not deposited on a daily basis. We observed that it is being deposited at an interval of 5-7 days.
Whether in respect of all bills for charges on account of all works and other expenditure, proper certificates have been furnished in support of the same and that no deviation has been made for the sanctioned plans and the estimates without the sanction of the competent authority;	Yes on our test check we observed that all bills for charges on account of all works and other expenditure, proper certificates have been furnished in support of the same and that no deviation has been made for the sanctioned plans and the estimates without the sanction of the competent authority
Whether the amounts received as specific grants have been utilized for the purposes as stated in the grants sanction order;	Yes on our test check we observed that the amounts received as specific grants have been utilized for the purposes as stated in the grants sanction order
Whether bio-metric devices and payroll software are used at the ULB. If not whether there is a satisfactory system of payroll accounting; otherwise mention the key deficiencies of the system.	No, bio-metric devices and payroll software are not used at the ULB. Pay roll system of the municipality is deficient as it does not contain leave records, details of deductions made etc.
Whether the grievance	No, we did not observe any grievance redressal cell



**Detail of outstanding from mobile tower up to year 2014-15**

SR. No.	Location	Company	Year of Establishment	Date of Reg.	Reg. Amount	Renewal fee 2012-13	2013-14	2014-15	Total	Interest Before fy 2012-13	Total Due	Collection	Dues
1	Panauli Gagan	Airtel	2005	Not reg.	30000	8000	8000	8000	54000	269054	323054		3230
2	Indra wali	Tower Vision	2005	Not reg.	30000	8000	8000	8000	54000	269054	323054		3230
3	Mohan Bazar	Idea	2005	Not reg.	30000	8000	8000	8000	54000	269054	323054		3230
4	Purani Bazar	Uninor	2005	Not reg.	30000	8000	8000	8000	54000	269054	323054		3230
5	Mohan Bazar	Airtel	2005	Not reg.	30000	8000	8000	8000	54000	248400	302400	30000	2724
6	sihauta	Airtel	2005	Not reg.	30000	8000	8000	8000	54000	248400	302400	30000	2724
7	Naya Bazar	Airtel	2005	Not reg.	30000	8000	8000	8000	54000	248400	302400	30000	2724
8	Naya Bazar	Aircel	2007	Not reg.	30000	8000	8000	8000	54000	180936	234936		2349
9	Purani Bazar	Reilance	2004	Not reg.	30000	8000	8000	8000	54000	340164	394164		3941
10	Mohan Bazar	Airtel	2005	Not reg.	30000	8000	8000	8000	54000	269054	323054		3230
11	Panauli Maharajganj	BSNL	2003	Not reg.	30000	8000	8000	8000	54000	426954	480954		4809
12	Panauli Maharajganj	Vodafone	2007	Not reg.	30000	8000	8000	8000	54000	180936	234936		2349
<b>Total</b>					<b>360000</b>	<b>96000</b>	<b>96000</b>	<b>96000</b>	<b>648000</b>	<b>3219460</b>	<b>3867460</b>		<b>38674</b>



Annex-A

**Details of Property Assessed during Audit of 2014-15**  
**Nagar Panchayat - Maharajanj**

Sl. No.	Name of The Holder	Fathers Name	Ward	Type of Accommodation	Type of Property	Area	Assessed Tax	Area as per assessment of Auditor	Type of Assessment
1	Dinanath Prashad	Mathura Prashad	3	Residential	Cemented Roofed	543	144.8	543	Physical observation
2	Bijya ala Devi	Dev Nand Prahad	3	Residential	Cemented Roofed	1018	137	1018	Physical observation
3	Parvati Devi	Baidhya Nath Sah	3	Residential	Cemented Roofed	512	46	512	Physical observation
4	Mushafir Kuwar	Khendar Sah	3	Residential	Cemented Roofed	400	72	400	Physical observation
5	Girija Devi	Ram Shankar Prashad	3	Residential	Cemented Roofed	467	84	467	Physical observation
6	Das Rath Prashad	Shiv Nath Prashad	3	Residential	Cemented Roofed	72	25	72	Physical observation
7	Satyendra Narayan Prahad	Ram Shankar Prashad	3	Residential	Cemented Roofed	128	69	128	Physical observation
8	Pardip Prashad	Lalan Prashad	3	Residential	Cemented Roofed	586	210	586	Physical observation
9	Arun Gupta	Kedar Nath Gupta	3	Residential	Cemented Roofed	273	98	273	Physical observation
10	Mohan Kumar Gupta	Jagamathji Prashad	3	Residential	Cemented Roofed	452	167	452	Physical observation
11	Gauri Shankar Prashad	Sssurya Narayan Prasha	3	Residential	Cemented Roofed	432	233	432	Physical observation
12	Ram Raj Prashad	Bansi Lal Prashad	3	Residential	Cemented Roofed	524	188	524	Physical observation
13	Ram Kathin Singh	Mathura singh	3	Residential	Cemented Roofed	2476	334	2476	Physical observation
14	Pashu Pati Nath Singh	Ram Janam Singh	3	Residential	Cemented Roofed	830	149	830	Physical observation
15	Champa Devi	Raj Mangal Sah	3	Residential	Cemented Roofed	1728	311	1728	Physical observation
16	Wakil Ahmad	Md. Habib	3	Residential	Cemented Roofed	1296	233	1296	Physical observation
17	Sahba Bibi	Md. Naem	3	Residential	Cemented Roofed	1324	235	1324	Physical observation
18	Prahlad Prashad	Lai Babu Prashad	3	Residential	Cemented Roofed	1328	239	1328	Physical observation
19	Omkar Prashad	Gulab Chandra Prahad	3	Residential	Cemented Roofed	360	72	360	Physical observation
20	Rajnikant Chaudhary	Vikrama Prashad	3	Residential	Cemented Roofed	1533	275	1533	Physical observation

