

10/5/10

OFFICE OF THE PRINCIPAL ACCOUNTANT GENERAL (AUDIT), BIHAR,
(LOCAL AUDIT WING), PATNA-800001

No. L.A. /Report/ BGTPA (952/09-10) / 13

Dated:- 29.04.2010

To,

The Secretary to Government of Bihar
Urban Development Department
Patna



Sir,

Audit Report No 952/2009-10 on the account of **Bodhgaya Town Planning Development Authority** for the year 2005-06 to 2008-09 is enclosed for your kind information and necessary action.

D.S.
16
870/10/2010
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Director

Yours faithfully

28.4.10

Sr. Audit Officer/ Report
Local Audit Wing,
Bihar, Patna.

Enclosures: - As above

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7/5

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636
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BODHGAYA TOWN PLANNING DEVELOPMENT AUTHORITY
Audit Report No.952/2009-10

1. INTRODUCTION

The accounts of Bodhgaya Town Planning Development Authority, Gaya from the year 2005-06 to 2008-09 was test audited by an audit party of the office of the P.A.G. (Audit) L.A.D. Bihar, Patna during the period 15.03.2010 to 16.03.2010.

2. Administration

Name of the Ex-officio Chairman

1	Sri Shakti Kumar Negi	Commissioner	01.04.05 to 01.09.2007
2	Dr. K.P. Ramaya	Commissioner	01-09-07 to 31.03.2009

Name of the Secretary to the Commissioner

1.	Sri Arun Prasad	01.04.05 to 28.07.06
2.	Sri Chandra Mohan Prasad	29.07.06 to 05.02.07
3.	Sri Tarni Das	06.02.07 to 31.03.09

3. SCOPE OF AUDIT

The list of records and registers produced and test checked in audit, has been given in Appendix I (A) and those which were either not produced or not maintained has been given in Appendix- I (B) to the report.

4. PREVIOUS AUDIT REPORT

The Secretary of the Authority was requested to furnish the compliance against the paras incorporated under mentioned audit report:-

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Sl. No.	A.R. No.	Period of Audit
1	149/81-82	1980-81
2	222/83-84	1981-82 to 1982-83
3	60/86-87	1984-85
4	68/93-94	1985-86 to 1989-90
5	85/95-96	1990-91 to 1994-95
6	94/2001-02	1995-96 to 1999-2000
7	02/2004-05	2000-01 to 2002-03
8	545/2004-05	2003-04
9	330/05-06	2004-05

No compliance was, however, shown to audit in respect of any of the audit report mentioned above.

Non furnishing of compliance defeated the very purpose of audit.

The authorities of Bodh Gaya Twon Planning are therefore, impressed upon to look into the matter personally and to ensure early compliance of all the audit reports as far received by the Authority.

4. FINANCE

There was no receipt either from State Government or from internal sources except interest received on saving bank account during the period under audit. The position of Finance from the year 2005-06 to 2008-09 is given below as per Cash Book:-

Sl. No.	Particulars	2005-06	2006-07	2007-08	2008-09
1	Opening Balance	33,69,574	33,69,574	33,69,574	Nil
2	Receipt during the year	Nil	Nil	Nil	33,69,574
3	Total amount	33,69,574	33,69,574	33,69,574	33,69,574
4	Expenditure during the year	Nil	Nil	33,69,574	Nil
5	Closing Balance	33,69,574	33,69,574	Nil	33,69,574

The interest amount, which was received from the Bank against Saving Bank Account during the year under audit, was not taken in the receipt side of the cash book.

6. IMPORTANT AUDIT FINDINGS :-

Sl. No.	Particulars	Reference to Para No.
1	Non-utilisation of Grant	7
2	Bank Interest not credited in Cash Book Rs. 674430.01	8
3	Suspected diversion of Rs. 42849.11	9
4	Blockage of Fund and Loss of interest Rs. 88.451.32	10

7. GRANT

- (i) The Government grant register was not maintained by the Authority.

The analysis of closing balance in Nazir Cash Book as on 31.03.2009 showed the following position of undisbursed amount which included Grant received between 1981-85 :-

Sl. No.	Particulars	Amount	Period from which amount was undisbursed
1	Development of Bodhgaya	1,93,444	1984
2	Seed money	1,50,000	1981
3	Stamp duty	15,615	1981
4	Master Plan	6,430.80	1981
5	Govt. Grant	1,107.69	1981
6	Misc. receipts	1,794.11	---
7	Refundable deposits	2149.97	---
8	Kalchakra	.70	1985
9	Bank Interest	29,99,030.80	1985
	Total-	33,69,574	

- (ii) Bodhgaya Town Planning Development Authority, Gaya has not maintained a separate Bank Account through there was a separate cash book for this fund.

5A

The closing balance of the Cash Book as on 31.03.09 was Rs. 33,69,574. No transaction was entered in cash book during the period under audit.

There was a Bank Pass Book of State Bank of India, Main Branch, Gaya, where Account No. is 11159921724 (old A/c No. 01100050030) it was not exclusively for Bodhgaya Town Planning Development Authority. Transactions of different heads of account were recorded in this bank Account.

The closing balance as on 31.03.09 of the Bank Account was Rs. 4178638.35.

The difference of cash book and bank pass book was not reconciled. The same may be reconciled and shown to next audit.

8. BANK INTEREST NOT CREDITED IN CASH BOOK

Cash book of Bodh Gaya Town Planning Authority from the period 2005-06 to 2008-09 showed a balance of Rs. 33,69,574. However, as per the Bank Pass book the amount was kept in SBI Saving Bank A/c No. 11159921724, along with other heads of account was being maintained in Commissioner's office. Interest earned from the Bank balance half yearly was being kept in separate Cash Book under head 2070 Misc. If the fund of Bodh Gaya Town Planning Authority amounting to Rs. 33,69,574 as on 01.07.03 had kept in separate Bank Account the balance would have been 4044004.01 as on 31.03.09. (Detailed vide Appendix- II), the result of not maintaining separate Bank Account, Cash book persistently showed a balance of Rs. 33,69,574.

Therefore Interest amounting to Rs. 6,74,430.01 is held under objection till the amount is not entered in Cash Book.

9. SUSPECTED DIVERSION OF RS. 42849.11

From the period between 01.01.05 to 01.01.09 total interest earned as per Bank pass book was less than the balance amount of 33,69,574 interest thereon @ 3.5 per annum which clearly indicates that interest portion of fund of Bodhgaya Town Development Authority was diverted by the Commissioner's Office for some other purpose which was not explained in audit.

(Detailed vide appendix- II Col. (6) of the report)

Therefore, Amount of Rs. 42849.11 is held under objection till further clarification.

10. BLOCKING OF FUND AND LOSS OF INTEREST

During the scrutiny of the cash book of Bodhgaya Town Planning Authority, it was revealed that entire amount of Rs. 33,69,574 was laid unutilised from the year 2005-06 to 2008-09. Not a single Rupee was spent upon Development work or any other scheme.

Further it was also noticed that total balance of Rs. 33,69,574 was transferred (11.10.07) to District Magistrate Gaya vide cheque No. 720826 dated 11.10.07 vide letter No. 2732 dated 11.10.2007. The entire amount was to be spent in Bodhgaya Nagar Panchayat for Basic infrastructure (Adharbhut sanrachna.) and utilisation Certificate was to be sent to the Commissioner, Nagar vikas Vibhag, Patna and its copy was to be sent to Commissioner, Magadh Division, Gaya.

Since no action was taken for utilisation of the grant, it was instructed to D.M. office vide letter No. 3067 dated 22.07.08 to return the money into Commissioner's account against which the entire sum was transferred into Bodhgaya town planning authority account vide cheque No. 251295 dated 06.08.08.

Reason for retention of money by DM office for nine months without any work, was not furnished to audit. Had the above sum been kept in Bank interest to the tune of Rs. 88,451.32 it would have been earned @ 3.5% per annum as detailed below:-

$$33,69,574 @ 3.5\% \times 9/12 = 88,451.32$$

Therefore, it is suggested to take necessary action to recover the interest amount of Rs. 88,451.32 lying with D.M. office Gaya and this information may be acknowledged to the Examiner of Local Accounts, Bihar.

11. DISCUSSION WITH AUTHORITY

Discussion was made to the Secretary to the Commissioner, Magadh Division, on 17.03.2010 on points raised during the audit.

12. RESULT OF AUDIT.

Amount suggested for recovery	Rs. 88,451.32
Amount held under objection	Rs. 717,279.12

(Detailed vide Appendix- III of the Report)

13. GENERAL REMARKS

The financial transaction of the Authorities fund revealed that no sincere efforts were made to initiate schemes for the development of town. Although a number of grants were received time to time during 1981 to 1985 and the sufficient fund was available in this account.

It is suggested that the balance amount either may be utilised earlier or may be returned to Government.

The Grant register, Advance ledger and deposit ledger, annual account, Budget etc. were not maintained. This may be maintained and being shown to next audit.

(S.K. Sharma)
A.A.O.

No. L.A. /Report/ BTPA (952/09-10)/12

Dated:- 29.04.2010

Forwarded to the Regional Development Officer cum Secretary, Bodhgaya Town Planning Development Authority Office of the Commissioner of Magadh Division, Gaya with the request to sent the replies within three months from the date of receipt of the audit report.

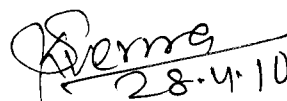
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Sr. Audit Officer /Report
Local Audit Wing,
Bihar, Patna.

Memo. No. L.A. /Report /BTPA (952/09-10)/13

Dated:- 29.04.2010

Copy forwarded for information and necessary action to:-

- (i) Secretary to Government of Bihar, Urban Development Department, Patna. ✓
- (ii) Copy forwarded to AAO/Report.


28.4.10
Sr. Audit Officer /Report
Local Audit Wing,
Bihar, Patna.

Appendix - I

Showing records/registers either produced or not produced and test checked in audit

(Reference to in paragraph no. of the report)

(A) Records/Registers produced

(a) Nazir Cash book

(b) Bank pass book (Available from 22-1-07)

(c) Interest cash book

(d) Concerned file (Misc. file)

(B) Records/Registers either not maintained or not produced

(a) Budget Register file

(b) Annual Account

(c) Grant Register

(d) Investment register and its concerned file

(e) Bank pass book before 22-1-07

(f) Advance Register

(g) Cheque counterfoil

1/1/2007
 Nazir Ahmad

Appendix-II of the report
(Referred to in Para 8 & 9 to the report)

Statement showing interest @ 3.5 %(saving) in cash book amount not included in balance of cash

S.No.	Date when interest due	Amount on which interest due	Amount of interest due for balance in (3)	Amount of interest received in bank account	Difference	Remarks
(1)	(2)	(3)	(4)	(5)	(6)	(7)
1	01-07-03	3369574.00	58967.5	68862.82	-	
2	01-01-04	3428541.50	59999.46	66307.19	-	
3	01-07-04	3488540.96	61049.46	61606.67	-	
4	01-01-05	3549590.42	62117.83	54041.20	8076.63	
5	01-07-05	3611708.25	63204.89	55642.14	7562.75	
6	01-01-06	3674913.14	64310.98	57833.22	6477.76	
7	01-07-06	3739224.12	65436.42	65312.48	123.94	
8	01-01-07	3804660.54	66581.56	64601.09	1980.47	
9	01-07-07	3871242.10	67746.74	64974.00	2772.74	
10	01-01-08	3369574.00	29483.77	36254.00	3194.53	Rs. 3369514 drawn from Bank on 11-10-07
11	01-07-08	608863.37	9964.76	9424.00	1231.10	
12	01-01-09	619518.47	10841.57	48552.00	11429.19	Rs. 3369514 credited in Bank on 06-08-08
	(closing balance as on 31-03-09)	4044004.01	49139.62		42849.11	


[Signature]
AA

Appendix - III

Statement showing result of audit

(Referred to in paragraph ~~para~~ 12 of the report)

S.No.	Para No.	Amount suggested for recovery	Amount held under objection
1.	8	-	6,36,634.76
2.	9	-	32,912
3.	10	88,451.32	-
Total:		<u>88,451.32</u>	<u>6,69,546.76</u>


 A.P. Sharma/ADD