

29/8/08

47

OFFICE OF THE PRINCIPAL ACCOUNTANT GENERAL (AUDIT), BIHAR
(LOCAL AUDIT WING), PATNA -800 001

NO. L.A.Sur/111

To,

The Principal Secretary to the Government of Bihar,
Urban Development Department,
Patna.

संजीवजी
29/08/08

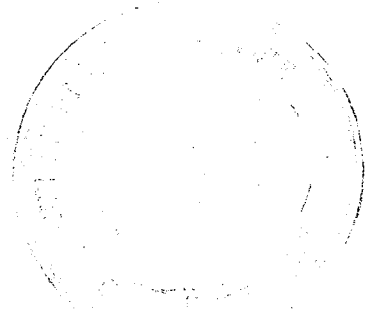
Dated: - 29/8/08

युज्वल
29/8

Sir,

Audit Report No.- 148/2008-09 on the accounts of Darbhanga Regional Development Authority (Dissolved) for the Period 2005-06 to 2007-08 is enclosed for your kind information and necessary action.

Encl: -As above



Yours faithfully
Bhairab Kumar
(Bhairab Kumar)
Audit Officer/Surcharge
Local Audit Wing, Bihar, Patna

4/09
29/8/08

AUDIT REPORT NO.- 148/ 2008-09

1. INTRODUCTION

The accounts of Darbhanga Regional Development Authority, Darbhanga for the period 2005-06 to 2007-08 (Dissolved W.E.F. 01.02.2007) were test checked by an audit party of the Officer of Principal Accountant General (Audit), Bihar, Patna (Local Audit Wing) during the period 02.06.2008 to 28.06.2008.

2. ADMINISTRATION.

(I) Name of Chairman-	
(i) Sri K.P. Raimaiya I.A.S.	01.04.2005 to 17.06.2005
(ii) Sri Sudhir Kumar I.A.S.	18.06.2005 to 31.12.2005
(iii) Sri Ashawani Kumar Chaubey, Minister, Nagar Vikash Vibhag Bihar	01.01.2006 to 31.03.2008
(II) Name of Vice-Chairman-	
(i) Sri Deo Kumar Chaubey	01.04.2005 to 31.05.2005
(ii) Vacant	01.06.2005 to 19.06.2005
(iii) Sri Ganesh Prasad	20.06.2005 to 19.02.2008
(iv) Sri Bal Krishna Jha	20.02.2008 to 31.03.2008
(III) Secretary/ Deputy Nagar Commissioner	
(i) Sri Daya Nand Jha	01.04.2005 to 31.03.08 (continued)

3. SCOPE OF AUDIT

A list of records and register test checked in audit, has been furnished in Appendix- I and those records/ registers which were either not maintained or not produced before audit has been furnished in Appendix- II to the report.

4. (A) CLOSING BALANCE

Fund available with Authority as on 31.03.08

Sl. No.	Particulars	As per Cash Book (Rs.)	As per Bank (Rs.)	Remarks
1	P.L. Account	4,00,67,346.35	4,00,67,346.35	Reconciled
2	Punjab National Bank Account No. 1749 (General)	10915.68	10,645.68	Rs. 300 deducted as non-operation of current A/c
3	Punjab National Bank Account No 2200 (General)	10,84,719.64	11,13,013.64	Not reconciled
4	Allhabad Bank S.B. Account No. 110081 Baidehi Nagar	29,72,167.30	33,16,230.30	-Do-
5	Allahabad Bank S.B. Account No. 109718 Sinking fund	38,684.60	46,984.60	-Do-
6	Allahabad Bank Account No. 300048 "HDDCO"	4,21,549.25	4,21,549.25	Reconciled
7	Allahabad Bank Account No. 300008 (General)	8825.70	8825.70	-Do-
8	Syndicate Bank Account No. 356 (Schemes)	41,184.00	9,353.00	Not reconciled

9	State Bank of India N.A.	403.95	403.95	Reconciled
10	Union Bank of India S.B. A/c No. 140 (General)	73,04,095.90	83,13,773.90	Not reconciled
11	Punjab National Bank (L.N.M.U.) S.B. Account No. 0108031100000073 (General) Saving Bank A/c	41,32,503.00	41,32,503.00	Reconciled
12	Cash in hand	7,078.00	Rs. 6,608.00 deposited in Allahabad Bank, A/c No 300048 Balance Rs. 470 in cash	

(B) ANNUAL ACCOUNT / ANNUAL REPORT NOT PREPARED.

The receipt / Expenditure however prepared at the instance of audit without indicating opening balance (01.04.05) and Closing balance as on 31.03.08. (Vide detailed in Appendix-III, IV & V to the report)

There were 11 Bank accounts, as such it was not ascertained. Audit report for the year 2003-04 to 2004-2005 was also not available. (rather claimed not received by DRDA till date).

5. PREVIOUS AUDIT REPORTS

The position with regard to the disposal of previous audit reports is given below:-

Sl. No.	Reference to Audit Report	Para outstanding
1	A/R No. 27 / 2002-03 for the year 2000-2001 to 2001-02	33
2	A/R No. 76/ 2003-04 for the year 2002-03	31
3	A/R for the year 2003-2004 to 2004-05.	N.A.

Despite comments in successive Audit Reports, the position with regard to disposal of previous audit reports has not improved at all for want of compliance. As the very purpose for which audit is conducted is defeated for non-compliance of audit objection/ irregularities pointed out in Successive Audit Reports.

The Secretary/ Deputy Nagar Commissioner requested to take effective steps for furnishing Compliance of audit reports early.

6. IMPORTANT AUDIT FINDINGS

Sl. No	Particulars		Reference to Para No.
1	Operation of 11. Bank account contrary to section 44 (6) BRDA		12
2	Non- Holding of Board Meeting		8
3	Inflated Budget	84.31%	05-06
		45.75%	
		98%	06-07
	93%		

4	Position of Schemes 20 incomplete involved 56,66,188.00	11
5	Outstanding stop rent – 14,71,542	16
6	HUDCO LOAN – Increase of interest due to non-payment of Principal, 6.28 lakh	22
7	Irregular Payment of Deputation allowance Rs. 32,441 + Rs. 68,430.	23 (I) (II)
8	Outstanding Advance – 6,55,22,711.00	24
9	Annual Report not prepared contrary to section-49 BRDA	25

7. INTERNAL AUDIT

There is no specific provision in Bihar Regional Development Authority Act, 1974 for internal audit of the accounts. But as per duties and responsibilities described in letter No 857/ F dated 19.05.81, letter No. 1330 dt. 29.08.82 and letter No. 746/ F dated 14.04.84 regarding internal audit is entrusted, to officers posted in the Authority, with power & function of the Authority. But it was not done as would be evident from forgoing paragraphs resulting which recurrence of financial irregularities.

8. NON-HOLDING OF REQUIRED MEETING OF THE BOARD (AUTHORITY)

As per Section 7 (I) of the Bihar Regional Development Authority Act, 1981 the Authority shall meet at least six times in each calendar year and there shall not be a gap of more than 60 days between two consecutive meetings.

As per perusal of proceeding Book it was reveal that three meeting were held during the financial year 05-06 to 07-08.

Sl. No	Date of meeting	Page No.	Remarks
1	15.04.2005	P/ 123	50 th meeting Budget 05-06
2	08.02.2006	P/ 132	51 th meeting without any resolution
3	04.04.2006	P/133	52 nd meeting-Budget 06-07

Very purpose of provisions of Section 7 (I) is defeated for smooth working of the Authority.

(ii) Rs. 25,000.00 was paid as under to meet the expenses of the meeting held ibid.

Rs. 13,000.00	Vide Cheque No. PNB SFFO 7575/ A/c No. 2200 dt. 15.04.2005
Rs. 12,000.00	Vide Cheque No. UBI. No. 0011923/07.02.06 A/c No. S.B. 140
Rs. 25,000.00	Paid to Sri Shahabuddin

Expenditure on Board meeting not clarified in the audit i.e. Provisions, details of expenditure-incurred. Contrary to N.V.V. letter No Estt/M-4-1054/75- 2478/ N.V.V. dated 16.04.77 of limitation of Rs. 2,000 in a year. Rs. 25,000.00 is, therefore, held under objection

39

pending clear provisions of expenditure out of the fund. Details of expenditure incurred out of the drawn advance not furnished.

Further clarification may be obtained from N.V.V. in the light of ibid order whether Nagar Vikas has increased the limit of Rs. 2,000/- per year on the eve of Republic day Independence day, & Welcome to special guest or member of the Board.

9. GRANT REGISTER

All the grants received either from the Government or from other funding agency including additional stamp duty should have been entered into a register along with its voucher with utilisation and at the close of the financial year, the amount of unspent balance of grant should also have been mentioned therein. But grant register of the unit above, particulars was not maintained at all. As such unspent balance as on 31.03.05 could not ascertained. However, from a scrutiny of cash book and treasury pass book it appeared that the Authority did not receive grants either from the Government or from any other funding agency during 2005-06 to 2007-08 except additional stamp duty dated 24.08.05 Rs. 5,72,41,384.45 (P.L A/c) for the period (March' 03 to Dec' 04)

The grant register may be maintained properly in future.

10. INFLATED BUDGET

Budget of the year 05-06 and 06-07 only prepared leaving for the period 07-08.

Sl. No.	Budget for	Receipt	Receipt Actual	Percentage inflated Budget
1.	05-06	Rs. 58,60,000.00	9,19,726.00	84.31%
		Expenditure Rs. 18,90,000.00	Expenditure Actual Rs. 4,58,284.00	75.75%
Budget for 05-06 was approved vide resolution No. 10/ 15.04.2005 in the 50 th meeting of the Board				
2.	Budget for	Receipt	Receipt Actual	Percentage inflated Budget
	06-07	Rs. 10,59,42,182.00	Rs. 19,32,443.00	98%
		Expenditure Rs. 10,59,42,182.00	Expenditure Actual Rs. 72,08,241.00	93 %
Budget for 06-07 was approved vides resolution No. 9/ 04.04.2006 52 nd meeting of the Board under the chairmanship of Hon'ble. Minister Nagar Vikash. Bihar				

Authority may consider preparing Budget nearest to actual receipt/ Expenditure and avoiding such inflated Budget of Receipt/ Expenditure.

(iii) Budget for the year 2007-08 (Dissolved) was not prepared but receipt/expenditure during the period incurred were as under.

Receipt	Rs. 21,25,313.00
Expenditure	Rs. 26,70,597.00

The Expenditure includes following

(i)	Construction of Road culvert	7,98,278.00
(ii)	Maintenance of Bus stand	51,442.00

Which were contrary to directive issued by N.V.V. 5697 dt. 20.12.07 Sl. No. 2

Further, as Budget was not prepared and accordingly not approved, the expenditure of Rs. 26,70,597.00 incurred during the year 07-08 is held under objection for clarification.

11. POSITION OF SCHEMES

45 Schemes were taken for execution (Date of completion not made available to audit) during the period 05-06 to 07-08, including the period 01-02 to 04-05. The estimated cost was Rs. 2,50,82,300. (Vide detailed in Appendix- VI of the report). Rs. 1,92,85,196 was drawn as an advance for execution. Out of which 25 Schemes were completed and cost incurred was Rs. 1,36,19,008.00 being advance drawn for the purpose of execution. Details of advance paid were drawn on actual work executed i.e. actual work done duly recorded in M.B/ Bill/ deduction of Royalty/ Sales Tax but treated as an Advance instead of final payment, which increase the figure of advance outstanding (Para No. 24 to the report)

20 Schemes were incomplete and Rs. 56,66,188.00 was incurred on actual work done and recorded in relevant records but shown advance ibid.

Further fund was required to complete 20 Schemes was Rs. 38,21,312.00 as under:-

Sl. No	Sl. No. of Appendix	Estimate (Rs.)	Amount incurred (Rs.)	Amount required (Rs.)
1	3	4,54,700.00	3,44,649.00	1,10,051.00
2	6	5,00,000.00	3,96,845.00	1,03,155.00
3	13	4,95,500.00	53,975.00	4,41,525.00
4	14	4,74,900.00	1,15,907.00	3,58,993.00
5	15	4,83,300.00	2,37,035.00	2,46,265.00
6	16	4,96,700.00	3,67,304.00	1,29,396.00
7	19	2,00,000.00	1,43,107.00	56,893.00
8	22	4,98,400.00	93,872.00	4,04,528.00
9	24	3,24,200.00	2,22,930.00	1,01,270.00
10	25	3,32,100.00	2,72,587.00	59,513.00

37

11	26	4,57,500.00	3,41,562.00	1,15,938.00
12	27	3,14,900.00	53,333.00	2,61,567.00
13	28	4,94,800.00	3,80,273.00	1,14,527.00
14	30	4,90,800.00	1,72,481.00	3,18,319.00
15	31	5,00,000.00	1,91,969.00	3,08,031.00
16	35	5,10,800.00	4,00,000.00	1,10,800.00
17	37	1,56,000.00	53,359.00	1,02,641.00
18	38	5,83,800.00	3,25,000.00	2,58,800.00
19	40	9,54,700.00	8,00,000.00	1,54,700.00
20	41	7,64,400.00	7,00,000.00	64,400.00
	Total-	94,87,500.00	56,66,188.00	38,21,312.00

Work in respect of estimated cost expenditure incurred was 60% which was paid on actual work done but treated as an advance.

Authority may consider to get the work done to misutilised the expenditure incurred 60% of estimated cost.

(Vide detailed in Appendix- VI to the report)

12. OPERATION OF VARIOUS BANK ACCOUNTS

As per provision contained in Section 44 (6) of BRDA Act, 1974 may keep its account with State Bank of India or in any other Bank as approved by the State Bank of India.

Board meeting No. 50 (General) resolution No. 14 (Letter No. 453 dt. 04.05.05) it was decided by the chairman that there should be one account for D.R.D.A instead of prevailing nine account but instead of reducing it to one Bank account it stood to eleven. (Para No. 4 to the report)

One account may please be maintained as per provisions in the section of B.R.D.A ibid.

13. SETTLEMENT OF RAIN BASERA

Rain Basera at Kadirabad Bus Stand was settled as under, but Rs. 55,667.00 was remained outstanding with the bidder till 28.06.2008.

Sl. No.	Name of bidder	Amount of bid	Amount deposited	Balance (Rs.)	Remarks
1.	Sri Sanjay Sahani	Rs. 36000/-Per annum Rs. 100 per day for 105days Rs. 10,500.00	Nil	10,500.00	Period 01.09.2006 to 14.12.06 period not covered by bid rather amount collected at average of old bid i.e. Rs. 36,000/- per annum
2.	Sri Raju Mahto	Rs. 45,500.00	15,167.00	20,167.00	15.12.06 to 14.12.07
3.	Sri Raju Mahto	Rs. 50,000.00	25,000.00	25,000.00	15.12.07 to 14.12.08
			Total -	55,667.00	

Rs. 55,667.00 may be recovered from bidder ibid and credit in the DRDA fund. Credit of the same may be pointed out at the time of next audit.

14. SETTLEMENT OF BUS STAND

Rs. 5,57,194/- was outstanding amount till. 28.06.08 to be realised from bidders

Sl. No	Name of the bidder	Amount of bid (Rs.)	Amount deposited (Rs.)	Balance outstanding (Rs.)	Period of bid
1	Sri Rajhans Yadav	22,28,500.00	17,07,968.00	5,20,534.00	01.07.05 to 30.06.06
2	Sir Rajkumar Chaudhary	22,30,100.00	22,01,550.00	28,550.00	01.07.2006 to 30.06.2007
3	Departmental Collection	-	6,27,005.00	-	15.07.07 to 31.01.08
4	Sri Raj Kumar Chaudhary	36,660.00	Nil	36,660.00	01.07.07 to 06.07.07 @ Rs. 6110.00 per day
5	Daily contract	5,39,670.00	5,39,670.00	Nil	04.01.08 to 31.03.08 @ Rs. 6,133/-
			Total-	5,85,744.00	

AUDIT COMMENT

- (i) Rs. 5,20,534.00 (under certificate)
- (ii) Rs. 28,550.00 + Rs. 36,660.00 = Rs. 65,210 may be recovered from Sri Raj Kumar Chaudhary and credit in the fund may be pointed out at the time of next audit.
- (iii) Against Rs. 22,29,300.00 (Average) of two years during the period 01.07.07 to 31.03.08, Rs. 12,03,335.00 only collected which is 54%. 46% loss incurred by D.R.D.A due to wrong decision of Authority.

15. DIRECT APPROPRIATION OF COLLECTION MONEY TOWARD EXPENDITURE.

Rs. 10,900.00 was spent directly to meet following expenses without depositing the collection amount in the Bank which arrived at from daily collection register as detailed below:-

Sl. No.	Date	Amount	To whom paid /purpose
1	07.07.06	1000.00	Adv to Secretary, T.A
2	08.08.06	3000.00	Md Sahabbuddin to meet expenses on 15 th August'06
3	19.01.07	3,000.00	-Do- for 26 th jan'07
4	23.12.07	500.00	-Do- for Postage stamp
5	26.09.05	200.00	Advocate for 01/03-04 advance
6	30.03.06	300.00	T.A. Adv to Sri Rajendra Paswan
7	03.04.06	1500.00	T.A. Adv to Secretary
8	29.04.06	400.00	Md Sahabuddin for Postage stamp

9	22.06.06	1,000.00	For Computer work
	Total-	Rs. 10,900.00	

No, adjustment was shown to audit. Adjustment through cheques may be done and expenditure so done may be deposited in the Bank, and shown at the time of next audit.

16. OUTSTANDING SHOP RENT

Rs. 14,71,542.00 as detailed below:- (Vide detailed in Appendix- VII to the report) was outstanding with the allottee.

Sl. No.	Place of Shop situated	No. of shops	Amount outstanding (Rs.)
1	Bela	19	5,93,116.00
2	Bus Stand (Kadriabad) (temporary)	20	3,56,670.00
3	Bus Stand – do Permanent	16	5,21,756.00
		Total-	14,71,542.00

The fact of non- realisation of rent from the allottee were discussed in Board meeting No. 50 & 52 but no fruitful result was arrived to relive the outstanding dues except certificate case lodged against defaulter.

Rs. 14,71,542.00 may be realised and credit in the DRDA fund may be pointed out at the time of next audit.

17. NON/ SHORT CREDIT

Rs. 400.00 was not credited by the collecting staffs as under:-

Sl. No.	M.R. No.	Date	Amount realised	Amount deposited	Balance	Name of Collecting staff
1	24888 to 24899	03.05.05	16,480.00	16,280.00	200.00	Md Sahabuddin
2	19304	14.12.2001	200.00	Nil	200.00	Md. Sabbir Alam
				Total-	400.00	

Rs. 400.00 may be realised and credit in the DRDA fund may be pointed out at the time of next audit.

18. INTREST ON LOAN OUTSTANDING WITH NAGAR NIGAM DARBHANGA

Rs. 35,00,000.00 was paid as an loan out of DRDA Fund to Nagar Nigam Darbhanga vide Union Bank of India Cheque No. 0020016 dated 09.08.07 in obedience of directive received from vide N.V.V. 4 (क) वि 3- 03/2007- 3886 dt. 09.08.07 under term and conditions that amount of loan to be refunded with interest to recoup the loss on interest.

Rs. 35,00,000.00 without interest was refunded to DRDA (Dissolved), which was credited in the Bank on 09.01.08. (PN.B L.N. Mithila University A/c No. 0108031100000073 INR), sustained loss of Rs. 51,350.00 to lender (3.50% for 153 days) on account of interest

Rs. 51,350.00 may be recovered from loanee and credit in the fund may be pointed out at the time of next audit.

19. INVESTMENT

Investment Register was not maintained. Rs. 36,274.00 was invested as under:-

Sl. No.	Receipt No.	Amount invested	Date	Amount on maturity	Date of maturity	Name /designation
1	DD 754764 G	Rs. 36,274.00	26.02.03	34,177.00	26.02.04	Vice-chairman Secretary D.R.D.A +

The D.D. Plan of Allahabad Bank may please be renewed further to avoid loss of interest for prevailing period 27.02.04 to 28.06.08. The amount of investment was off the record, may be recorded in the Balance at the end of each financial year with incurred interest yearly.

20. DAILY WAGES

Rs. 60,000.00 was paid to daily wages staffs during the period under audit contrary to Government order vide letter No. 3113-100-185K- 7639 dated 15.06.86.

Rs. 60,000.00 is therefore held under objection pending clarification from State Government.

(Vide detailed in Appendix- VIII to the report)

21. PAYMENT OF SPECIAL PAY

(i) Rs. 1,14,510.00 was paid to employees on account of special pay (vide detailed in APPENDIX- IX to the report) without specific order of the State Government. Rs. 1,14,510.00 is, therefore, held under objection pending clarification/ or specific order of the State Government to be at the time of next audit.

(ii) **Credit of C.P.F amount Not Pointed out in the Individual Bank Pass Book**
Rs.12,736.00 was deducted on account of Contributory Provident fund from their salary bill for credit in the individual Bank pass book but credit of (Rs. 12,736 + Rs. 12736) Rs. 25,472.00 including employer contribution could not be pointed at the time of audit, same

33

may please be pointed out at the time of next audit (Vide detailed in Appendix- X of the report).

22. PAYMETN TO HUDCO UNDER OTS SCHEMES (ONE TIME SETTLEMENT)

Rs. 20.33 lakhs as on 31.03.2006 was outstanding for repayment against loan taken of Rs. 106.58 lakhs.

Rs. 106.58 lakh as on 31.03.05 was outstanding to be repaid by Authority.

As per agreement under O.T.S., the Authority had to pay aforesaid amount either in lump sum on or before 31.03.05 or had to pay 25% of Rs. 106.58 lakh i.e. Rs. 26.65 lakh within one month from date of letter i.e. till 31.03.05 & balance 75% in 4 quarterly installment within one year i.e. till 31.03.06. The rate of interest decided in OTS was 8.50% w.e.f. 01.04.05

Rs. 90.30 lakhs was paid the till end of 4th instalment, rest Rs. 20.33 lakh was due out of which Rs. 16.35 lakh was paid on 11.05.06 (which includes interest @ 8.5% i.e. Rs. 35,000.00) leaving balance Rs. 3.98 lakh and as it was not paid in due time it had been increased to Rs. 5.85 lakh as on 14.07.07 (15.07.07 to 31.03.08 yet to be calculated by HUDCO calculated in audit Rs. 35,421.00)

Thus, extra liabilities stood to (45.85 lakh + Rs. 35,421) 6,20,421.00 i.e. Rs. 6.21 lakhs.

Authority paid Rs. 90.30 + Rs. 16.35 = 106.65 against of loan Rs. 106.58, Rs. 7,000/- on interest and as per OTS due to non payment of loan on due date extra liabilities to Rs. 6.21 lakhs + Rs. 7,000.00 i.e. Rs. 6.28 lakh shall be interest on loan till 31.03.08. Authority may consider paying early to avoid further burden of interest.

23. DEPUTATION ALLOWANCE

(I) Sri Dayanand Jha (564/99) vide Notification No. 1-4 न क- 111/ 2000 1724 N.V.V. 18.05.04 was posted at DRDA as Vice- Chairman and it was not clear in the notification that he had been posted on deputation basis W.E.F. 28.05.2004.

Shri Dayanand Jha claimed and received Rs. 32,441.00 deputation allowance W.E.F. May 2004 to 27.03.07 vides Vr.No. 63, PNB cheque No. 121312 dt. 08.03.08 for Rs. 1,20,515.00 (which includes Rs. 32,441.00).

The payment of Rs. 32,441.00 is, therefore, held under objection pending clarification to be obtained from Nagar Vikash Vibhag whether Sri Dayanand Jha was posted at DRDA on deputation or on regular basis.

(II) Sri Ratan Kumar, Sr. Auditor of Finance Department was posted on Deputation basis W.E.F. 18.05.98 to D.R.D.A.

Vide resolution No. 7469/ 16.11.99 Finance Deptt official can be deputed on deputation basis only for three years which was completed in the case of Sri Kumar on 18.05.2001 as such payment of Rs. 68,430.00 on account of deputation allowance W.E.F. 18.05.2001 to 31.03.08 is held under objection pending fresh concurrence/recommendation to be obtained as per provisions mentioned in Sl. No. II of ibid resolution and it may be shown at the time of next audit.

June' 2001 to October' 2001	Rs. 710 x 5	Rs. 3,550.00
November 2001 to October' 2002	Rs. 725 x 12	Rs. 8700.00
November 2002 to October' 2003	Rs. 740 x 12	Rs. 8880.00
November 2003 to October' 2004	Rs. 755 x 12	Rs. 9060.00
November 2004 to October' 2005	Rs. 770 x 12	Rs. 9240.00
November 2005 to March' 2008	Rs. 1000 x 29	Rs. 29,000.00
	Total-	68,430.00

24. ADVANCE LEDGER

The advance ledger produced to audit reveal following-

- (i) In several cases, the voucher number through which the advances were drawn, were not indicated along with purpose not mentioned.
- (ii) Specially in the case of civil work it transpired that though work was completed but amount released on completion of work treated as an advance, and consequently recorded as advances ranging from 2nd advance to 5th advance: which stork advance outstanding to Rs. 6,55,22,711.00 (vide detailed in Appendix- XI to the report)

Advances may be recovered/ adjusted and facts of actual advances outstanding may be pointed out to the time of next audit.

- (iii) Rs. 5,25,000.00 was paid as an advance for specific purposes without any estimate and not adjusted or refunded till date (28.06.2008)

Sl. No.	Date	Amount	Remarks
1	26.05.05	5,00,000.00	CEO, Municipal Corporation Darbhanga.
2	20.07.06	25,000.00	Vide Cheque No. 00011935 Sri Ganesh Prasad V.C now retired.
	Total-	5,25,000.00	

Recovery/ adjustment may please be pointed out at the time of next audit.

25. **ANNUAL REPORT**

As per provision contained in Section 49 of the Bihar Regional Development Authority Act, 1974 the Authority shall prepare for every year a report of its activities during the year and submit the report to the State Government in such form and or before such date as may be prescribed by Rules.

But neither any rule has been framed nor the annual report was prepared for the year 2005-06 to 2007-08 despite suggestion in the last and previous audit report.

The annual report may be prepared and the same may be send to the Government at due time.

26. **RESULT OF AUDIT**

- (i) Recovered in course of audit - Nil
- (ii) Cash recoveries suggested further-26,89,703.00
- (iii) Amount covered by surcharge -Nil
- (iv) Amount held under objection – Rs. 2,75,381.

(Vide detailed in Appendix- XII to the report)

27. **DISCUSSION WITH EXECUTIVES**

Important points raised during audit, have been discussed with the executives of DRDA from time to time.

28. **GENERAL REMARKS**

The maintenance of accounts of the DRDA was found unsatisfactory. Even Cash Book, which is the basic record of the Authority, was not maintained properly. Annual Account showing head wise receipt + Expenditure not prepared. The position of recovery of HUDCO loan from the beneficiaries was far from satisfactory. The preparation of Regional / Zonal Master Plan as required by the Authority was not prepared till 31.03.08.

Sd/-
(D.N. Sahai)
A.A.O

No. L.A.Sur/ 1116

Date:- 27/8/08

Forwarded to the Municipal Commissioner-cum-CEO, D.R.D.A. Darbhanga with request to place this report before a meeting of the Board of the Authority specially convened for the purpose and to send the replies through proper channel within three months from the date of receipt of the audit report to this office.

sd/-
Audit Officer/ Surcharge
Local Audit Wing
Bihar, Patna

Memo No. L.A. Sur/ 1117

Date:-

Copy forwarded to: -

- ✓ (1) The Principal Secretary Urban Development Department,
Government of Bihar, Patna
- (2) D.M, Darbhanga
- (3) S.O./ Surcharge

for information and necessary action

BKumar
27/8/08
Audit Officer/ Surcharge
Local Audit Wing
Bihar, Patna

APPENDIX I

(Statement showing details of Records/Registers Produced/checked in audit)
(Referred to in paragraph no 3 of the report)

Sl No Name of Record/Registers Produced to audit

- 1 Cash Book P/L Account
- 2 - do - Punjab National Bank A/c No - 1749
- 3 - do - - do - A/c No 220
- 4 - do - Allahabad Bank A/c No 110081
- 5 - do - - do - A/c No 109718
- 6 - do - - do - A/c No 300048
- 7 - do - - do - A/c No 300008
- 8 - do - - do - A/c No 356
- 9 - do - Union Bank of India - A/c No 140
- 10 - do - Punjab National Bank A/c No 01080311000006/2

11. Bank Pass/Statement/Treasury Pass Book of all 10 (ibid) accounts.

- 12. Cheque Book Counts files
- 13. Receipt Books (Miscellaneous)
- 14. Daily collector Register
- 15. Issue Register of M.R
- 16. Vouchers of all accounts Register
- 17. Huddle file of all accounts
- 18. Advance ledger
- 19. Proceeding Book.
- 20. Budgeted file
- 21. Settlement file of Air Buses
- 22. Settlement file of Bus Stand
- 23. Rent Register of shops

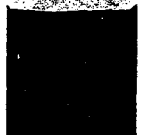
M.D. 27/1/18

APPENDIX II

1 Statement showing details of Record/Registers
either not maintained or not Produced to an
(Referred to in Para No-3 of the report)

- Sero - Records/Registers not maintained/ not Produced to audit
- ① - central stock Register of Receipts
- 2 - Deposit ledger specific for Vaidiki Nagar
- 3 - Loan Register specific for HUDCO loan
- 4 - Service Book of all Staffs specific person on Deputation in Relation to the necessary for D.P. Jha vice-Chairman
- 5 - M.B/ work Bills/ Adjustment
- 6 - Scheme Register indicating Number of Schemes taken/ completed / Remained to complete
- 7 - Grand Register not maintained
- 8 - Investment Register
- 9 - Compliance Report of Outstanding Prize
- 10 - Assets / liabilities of the Authority
- 11 - Assets created during the years 2005-06 to 2007-08
- 12 - East filling file of Vaidiki Nagar Aayuk Ayojana delhi no-73/25/08 regarding East filling for Rs 361,000.00 (Ref delhi no 601/23.11.08)
- 13 - legal file and details of Pending law cases Register

Kalari
28/6/08



Receipt + Expenditure - Nil

(Statement shown)

DARBHANGA REGIONAL DEVELOPMENT AUTHORITY (Dissoved) DARBHANGA
RECEIPT AND EXPENDITURE A/c OF 2007-08

RECEIPT

<u>A. COMMERCIAL EARNINGS</u>	
(1) Receipt from Commercial Buildings -	45500=00
(2) Receipt from Rain Batera	61,933=00
(3) Receipt from Rain Stand	20,06,625=00
(4) Receipt from Baidahi Nagar	NIL
(5) Recovery from HUDCO loan	7,608=00
<u>B. ADDITIONAL STAMP DUTY PLAN FEE, LICENSE FEE ETC.</u>	
(1) Additional stamp duty	NIL
(2) Plan fee, license fee, forms including fine and bye laws books	3,647=00
(3) Sale of bill of Quantity	NIL
(4) Contractor's Registration fee	NIL
(5) Sale of scrap materials	NIL
Total:-	21,25,313=00

EXPENDITURE

<u>A. OFFICE ESTABLISHMENT</u>	
(1) T.A of staff & officers	NIL
(2) Salary of other allowances of staff and officers by the Authority	13,07,664=00
(3) C.P.F. Contribution by the Authority	14,856=00
<u>B. OFFICE EXPENDITURE</u>	
(1) Rent & taxes including Lease Rent of Bus Stand	4,98,357=00
(2) Advertisement	NIL
(3) Telephone	NIL
(4) Form & Stationary	NIL
(5) Postal stamp	NIL
(6) Press paper	NIL
(7) Legal Expenditure	NIL
(8) Meeting Entertainment	NIL
(9) Hire charge of vehicle	7,98,278=00
(10) Hire charge of vehicle	51,442=00
<u>C. EXPENDITURE ON SCHEME</u>	
(1) Construction of Road culvert etc	NIL
(2) Construction of Bus Stand	NIL
(3) Maintenance of Bus Stand	NIL
(4) Beautification Scheme	NIL
(5) Beautification Scheme of BAIDHINAGAR	NIL
(6) Street light with Accessory	NIL
(7) Street light with Accessory of BAIDHINAGAR	NIL
(8) Street light with Accessory of BAIDHINAGAR	NIL
(9) Street light with Accessory of BAIDHINAGAR	NIL
(10) Street light with Accessory of BAIDHINAGAR	NIL
(11) Street light with Accessory of BAIDHINAGAR	NIL
(12) Street light with Accessory of BAIDHINAGAR	NIL
(13) Street light with Accessory of BAIDHINAGAR	NIL
(14) Street light with Accessory of BAIDHINAGAR	NIL
(15) Street light with Accessory of BAIDHINAGAR	NIL
(16) Street light with Accessory of BAIDHINAGAR	NIL
(17) Street light with Accessory of BAIDHINAGAR	NIL
(18) Street light with Accessory of BAIDHINAGAR	NIL
(19) Street light with Accessory of BAIDHINAGAR	NIL
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(21) Street light with Accessory of BAIDHINAGAR	NIL
(22) Street light with Accessory of BAIDHINAGAR	NIL
(23) Street light with Accessory of BAIDHINAGAR	NIL
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(96) Street light with Accessory of BAIDHINAGAR	NIL
(97) Street light with Accessory of BAIDHINAGAR	NIL
(98) Street light with Accessory of BAIDHINAGAR	NIL
(99) Street light with Accessory of BAIDHINAGAR	NIL
(100) Street light with Accessory of BAIDHINAGAR	NIL
<u>D. CONSTRUCTION OF OFFICE BUILDING</u>	
<u>E. CONSTRUCTION OF HUDCO FROM AUTHORITY FUND</u>	
<u>F. REPAYMENT OF HUDCO FROM AUTHORITY RUNNING</u>	
<u>G. EXPENDITURE ON DAMAGE RUNNING</u>	
TOTAL	26,70,597=00