

Details of receipts and expenditure for the year 2015-16 in respect of Rairakhol NAC is furnished below.

2015-16 DETAILS OF RECEIPTS OF RAIKHO NAC FOR THE FINANCIAL YEAR			
SL NO	HEAD OF ACCOUNT	RECEIPT DURING THE FY YEAR 2015-16(In Rs.)	REMARKS
I	RATES AND TAXES		
1	Tax on holdings	67927.00	✓
2	Lighting Tax	12450.00	✓
3	ET	0.00	
	TOTAL	80377.00	
II	LICENCE AND OTHER FEES		
1	Fees U/S 290	12363.00	✓
2	Parking fees	1802050.00	✓
3	Slaughter house	16975.00	✓
4	Trade licence fee	9030.00	✓
	TOTAL	1840418.00	
III	REVENUE DERIVED FROM OWN PROPERTY		
1	Daily Market Collection	113400.00	✓
2	Weekly Market Collection	391000.00	✓
3	Water Tanker	34400.00	✓
4	Cycle Stand	500.00	✓
5	Lease Amount on Pond	56505.00	✓
6	Cess Pool	13500.00	✓
7	Kalyan Mandap Charges	46100.00	✓
8	Dead body carrier	3380.00	✓
	TOTAL	658785.00	
	GRANT		
1	OCTROI COMENSATION	5136000.00	
2	WESTERN ODISHA DEVELOPMENT COMMITTEE	3900000.00	

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3	SPECIAL DEVELOPMENT PROGRAMME	0.00	
4	SWACHA BHARAT MISSION	1978000.00	
5	ROAD DEVELOPMENT	1171000.00	
6	ROAD DEVELOPMENT for the year 2014-15	800000.00	
7	Unclassified Grant	5000.00	
8	MOTOR VEHICLE TAX	1040000.00	
9	INCENTIVE FOR ROAD DEVT.	1833000.00	
10	SPECIAL URBAN PACKAGE	0.00	
11	MLA LAD	4441700.00	
12	DEVOLUTION	10649000.00	
13	THIRTEENTH FINANCE	6345000.00	
14	NRB	300000.00	
15	OULM	800000.00	
16	BRGF	0.00	
17	NFSA	2100.00	
18	CCTV	20000.00	
19	Training on SUDA at Kerala	9000.00	
20	SJSRY	0.00	
21	NPR/Adhar Card	30850.00	
22	HAISCHANDRA	200000.00	
23	MBPY/IGNDP/IGNOAP	7382000.00	
24	NFBS	260000.00	
25	TA OF SUPERVISOR SECC	0.00	
	TOTAL	46302650.00	
V	MISCELLANEOUS		
1	Shop rent	50350.00	✓
2	Building Plan approval	100384.00	✓
3	Conservancy	12450.00	✓
4	Hoarding fee	1900.00	✓
5	PT	0.00	
6	RTI	558.00	
7	Audit Recovery	131377.00	
8	EPF CONTRIBUTION OF STAFF	163344.00	
9	Received deduction amount of BRGF Account in Accountant cash book	1119428.00	
10	Transfer from SUP A/c to central bank A/c	2547561.00	
11	Renwal fee of Tower	15000.00	✓
12	EMD	221470.00	
13	Tender Paper Cost of street light	185545.00	✓
14	SD of Streetlight	20000.00	
15	Intrest	2369808.00	

16	LIC Premium	802952.00
17	ROYALTY	1234644.00
18	VAT	1873309.00
19	LABOUR CESS	468278.00
20	IT	1055949.00
21	EGB	181289.00
22	SD	2235910.00
23	Advance Adjusted	3648275.00
24	WORK CONTIGENCY(BRGF)	346942.00
25	Refund of vambay Loan Amount	0.00
26	Transfer from Accountant Cash book to Special Urban Package Scheme(Grant)	30000000.00
	TOTAL	48786723.00
	GRAND TOTAL OF RECEIPT	97668953.00
	OPENING BALANCE	77888598.14
	GRAND TOTAL OF RECEIPT + OPENIG BALANCE	175557551.14

DETAILS OF EXPENDITURE OF RAIRAKHOL NAC DURING THE YEAR

2015-16			
SL NO	HEAD OF ACCOUNT	EXPENDITURE DURING THE FY 2015-16	REMARKS
	GENERAL ADMINISTRATION		
1	Salary of LFS staff (E.O)	328393.00	/
2	Travelling Allowance (LFS)	120480.00	o
3	Travelling Allowance (Non-LFS)	28120.00	o
4	Salary of Non-LFS Staff	3416846.00	/
5	Electric Charge	59765.00	o
6	Electric Charge of Kalyan Mandap	34361.00	o
7	Telephone harge	43105.00	o
8	Postage Stamp	500.00	o
9	Contigency	128572.00	o
	TOTAL	4160142.00	
	COLLECTION ESTABLISHMENT		
1	Salary(Non-LFS)	1187352.00	/
2	Salary of Night watchman (Forest Park)	71400.00	/
3	Salary of MIS	111600.00	/
4	Contigency	0.00	
	TOTAL	1370352.00	
	PUBLIC SAFTEY AND HEALTH		
1	Salary (Non-LFS)	1367085.00	/
2	fuel cost of Vehicles	71049.00	o
3	Tax and Insurance on Vehicles	117676.00	o
4	Maintenance of vehicle	187472.00	o
5	Material cost of Street Light	3916267.00	/

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		1293763.00	0
6	Electric Charge on Street Light	178462.00	0
7	Material cost of Sanitation	545170.00	5000
8	Labour Payment of Sanitation work	0.00	
9	Toilet Blocks	34712.00	0
10	Jala chhatra	7711656.00	
	TOTAL		
	PUBLIC CONVEYANCE	0.00	
1	Water Supply	0.00	
2	TDS Charges	0.00	
	TOTAL		
	GRANTS/PUBLIC WORKS	0.00	
1	Twelveth Finance	3485317.00	2.1
2	Thirteenth Finance	96806.00	2.1
3	RMG	7056210.00	2.1
4	BRGF	465710.00	2.1
5	SWACHA BHARAT MISSION	0.00	
6	INCENTIVES	1488196.00	2.1
7	ROAD DEVELOPMENT	3398161.00	2.1
8	WODC	146423.00	2.1
9	SPECIAL CCROAD	2313469.00	2.1
10	MLA LAD	0.00	2
11	MP LAD	718707.00	2.1
12	MVT	213655.00	2.1
13	Forest Park	0.00	
14	FDR	9000.00	2.1
15	ILCS	28659593.00	2.1
16	SPECIAL URBAN PACKAGE	200000.00	
17	HAISCHANDRA	334213.00	
18	OULM	0.00	
19	SPF	1882656.00	2.1
20	DEVOLUTION FUND	616020.00	2.1
21	OCTROI COMPENSATION	0.00	
22	SJSRY	75900.00	/
23	SALARY OF JE(BRGF)	132500.00	/
24	SALARY OF CO	75000.00	/
25	Salary of Accountant	377759.00	1.4
26	Election	80000.00	
27	NFBS	5307000.00	
28	MBPY/IGNOAP/IGNDP	2197571.00	1.4
29	OWN	10850.00	1.4
30	Adhar card	20000.00	1.4
31	C.C.TV		1.4

	TOTAL	59360716.00	
	MISCELLANEOUS		
1	TFR TO ACCOUNTANT CASH BOOK	2547561.00	X
2	Fund transfered from BRGF TO Accountant Cash Book	1119428.00	X
3	Hire charge of vehicle	31002.00	1.4
4	ADVANCE PAID	3571900.00	2.1
5	SD	17400.00	2.1
6	EMD	455854.00	2.1
7	IT	1034027.00	2.1
8	ROYALTY	1202720.00	2.1
9	VAT	1817602.00	2.1
10	Differential Amount	96360.00	2.1
11	CESS	453985.00	2.1
12	WITHHELD	16000.00	2.1
13	Bank charges	4728.44	X 0
14	Purchase of PVC Pipe	5734.00	1.4 0
15	Painting Numberplate of vehicle	1500.00	1.4 0
16	Fitness of Tractor	3839.00	1.4 0
17	fare and festival	99656.00	1.4 0
18	Advertisement	291139.00	1.4 0
19	Purchase of M.B. Books	105.00	1.4 0
20	Law Charges of Tax Consultancy	22700.00	1.4 0
21	Purchase of Chair of Councilhall	173400.00	1.4 0
22	Purchase Dress of NAC staff	112456.00	1.4 0
23	Road Tax	7695.00	1.4 0
24	Repair of Fogging machine	3100.00	1.4 0
25	Internet Charges	1248.00	1.4 0
26	Medical Bill of Suleman Dehury,Dvr	43598.00	1.4 0
27	CCTV	115636.00	1.4 0
28	Financial Assistance	25600.00	1.4 0
29	Printing of Parking fee/Daily market/weekly market and Misc. receipts books	86540.00	1.4 0
30	Transfer from Accountant Cash book to Special Urban Package Scheme(Grant)	30000000.00	X
31	Repair of cesspool	24139.00	1.4 0
32	Purchase of water Pump.	13160.00	1.4 0
33	Town Hall	23106.00	2.1
34	Repair of Air Conditioner	56830.00	1.4
35	Kalyan Mandap	270891.00	2.1
36	Repair of water tanker	7241.00	1.4 0
37	Tfr from Accountant Cash book to RD Cash Book	800000.00	X
38	Refund of Holding	1321.00	1.4 0
39	Guest House	657115.00	2.1

40	Urinal	39400.00	1.4
41	SWM	13440.00	1.4
42	Programme on polythine free	45320.00	1.4
43	LIC PREMIUM	802952.00	1.4
44	EPF contribution	163344.00	1.4
	TOTAL	46280772.44	
	GRAND TOTAL OF EXP.	118883638.44	
	CLOSING BALANCE	56673912.70	
	GRAND TOTAL OF EXP.+CLOSING BALANCE	175557551.14	

A. Loss of Interest money due to non- adoption of Flexi Account

Government in Finance Department vide its Letter. No. 35425(42)/F Dt.12.10.12 instructed all Departments to invest Scheme funds kept in Saving Bank Account by implementing agencies of State and centrally sponsored plan schemes to a threshold limit in fixed deposits through Flexi Account. These accounts provide the liquidity benefit associated with Savings accounts along with higher returns of fixed deposits on surplus funds, so that higher interest accruals from the scheme funds can be ploughed back to expand the coverage of the scheme without affecting fund flow for the scheme. Due to non adoption of this Fund management scheme, the NAC has been debarred from gaining extra interest money at higher rate since years.

In response to Audit objection paragraph(POM No-5, P-27), the Local Authority replied that the bank Authority has been contacted for the purpose for opening of Flexi Account. However sincere steps may be taken to opening the same early and compliance reported to Audit.

B. Maintenance of cash book under Double Entry Accrual Based Accounting System (DEABAS)

As a process of reform set by the Govt. of India, adoption of modern accrual based, double entry system of accounting was mandatory for ULBs. Considering the significance of fund flow and its management in Urban local Bodies, the State Govt. decided to introduce double entry system of accrual based accounting in ULBs across the state during the year 2007. The Odisha Municipal (Accounts) Rules, 2012 was notified in July 2012 requiring all Municipalities to maintain their Books of Account on accrual basis under the double entry system of book-keeping and data based formats. Govt. in H & UD Department has also instructed all the ULBs for implementation of Double Entry Accrual Based Accounting System (DEABAS) as per Odisha Municipal Accounts Rules-2012 in ULBs w.e.f. 1.10.2013. But the same has not yet been practically implemented in this Municipality. In response to Audit objection paragraph, the Local Authority replied that audit suggestions are noted for future guidance. However sincere steps may be taken to adopt the method of accounting for betterment of accounts.

In response to Audit objection paragraph(POM No-5, P-28), the Local Authority replied that there is no regular accountant in this NAC, Govt. has appointed one accountant on consolidated pay but he is on leave since last two year, however request has been sent to Govt. for appointment of a Accountant and after joining of the above accounting method will be adopted. The reply of the Authority elaborate to current situation but sincere step should be taken in this regards to uplift the method of maintenance of Account and compliance reported to Audit.

C. Lack of coherence between estimated receipt and actual receipt

As per Rule-56 of Odisha Budget Manual, the estimation of fixed revenue should be based upon the actual demand including arrear and the probabilities of their realisation during the year. Odisha Budget Manual read with Section-108(a) of the Odisha Municipal Act, 1950 stipulates that the estimate of income and expenditure should be reasonable and proper. Further, the said rule of the Odisha Budget Manual stipulates that the Budget estimates of revenue and receipts should be based on the existing rates of taxes, duties and fees, etc., and no increase or reduction in such rates and no proposals for abandonment of revenue which have not been sanctioned by Government should be proposed in the estimates.

In response to Audit objection paragraph(POM No-10, P-52), the Local Authority replied that noted however proper evaluation should be made at the time of estimation.

D. Un-realistic Budget.

It is noticed from the budget estimate that there are huge variations in between the actual receipt and expenditure and the budgetary provision. The budgets are being prepared in a routine manner without giving emphasis on important financial factors such as periodical Fund flow and Fund management etc.. The budget should be prepared in a realistic manner with minimum probability of deviation in receipts and expenditures. But, in the table below it could be seen that there is huge mismatch in the budgetary figures and actual figures. Thus, the local authority is suggested to give proper attention while preparing budget keeping view the govt. provision and current economic scenario for a fruitful and successful budget.


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