

Edu. (1948) Department.

Ms. SERIES.

G.O. NO.

1203 *Edu.*

Dated

13-5-1948.

10

[Despatch Abstract.]

Back Papers.

G.O.	No.	Department.	Date.	G.O.	No.	Department.	Date.

Further Papers.

G.O.	No.	Department.	Date.	G.O.	No.	Department.	Date.

LF1048/4.5.48

Examiner's Office. 2

Subject: Audit Report - 1946-47 - Gudiyattam Municipality -
Elementary Education Funds -

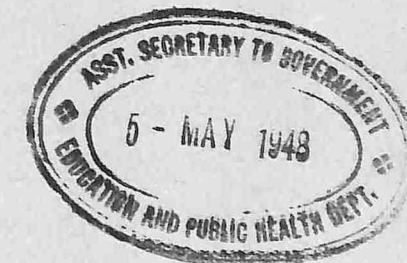
Forwarded to the Secretary to Government, Education and Public
Health Department, Madras, with replies of the Commissioner in
duplicate and resolution of the Council approving the same.

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S/Sus

Assistant Examiner.

28.4.48.



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L.F. 3919 / 13.9.47

Audit report on the Elementary Education Fund Accounts of the Gudiyattam Municipal Council of the North Arcot District for the year 1946-47.

Name of auditor: Sri A.V. Sabesan, District Inspector of L.F. Accounts.
Time taken for audit From the 22nd July 1947 to the 3rd August 1947.

The Office of Executive Authority was held by Sri R. Vairaswamy Pillay from the 1st April 1946 to the 27th July 1946 by Sri C.R. Narayanaswamy Mudaliary from the 28th July 1946 to the 5th March 1947 by Health Officer Dr. M. Devanagamani from the 6th March 1947 to the 18th March 1947 and by Sri P. Raja Rao from the 19th March 1947 to the 31st March 1947.

2. The receipts and payments during the year are shown in the abstract of the annual account appended together with the opening and closing balances. The opening balance in the cash book is in agreement with the closing balance of the previous year. A single cash book was maintained both for the general fund and Elementary Education Fund. The closing balance in the cash book viz., Rs. 69,204-10-1 agrees with the consolidated closing balance of the various funds as per the abstract attached to the account for March 1947 and is in agreement with the balance in the Treasury Pass book after allowing for outstanding cheques and unremitted revenue in hand at the close of the year.

3. The more important irregularities are noted below. Irregularities of a minor nature are detailed in the Annual objection statement for 1946-47 which should be treated as part of this report.

4. PENDING POINTS OF PREVIOUS AUDIT REPORTS - PARAGRAPH 7 OF THE AUDIT REPORT FOR 1945-46. - Voucher NOT PURCHASED, produced

Voucher No. 1381 of March 1946 for Rs. 65-14-0 being the cost of books and maps was not produced for audit during the first Half year audit or even in the annual audit. Only a stamped receipt for the amount was produced. A copy of the supplier's bill or invoice of books and maps paid for was not obtained and produced and receipt of articles were in the stock was not pointed out.

5. EXPENDITURE IN EXCESS OF BUDGET ALLOTMENT - WANT OF APPROVAL OF GOVERNMENT.

The expenditure during the year under the following heads of account exceeded the allotment under the heads in the budget

sanctioned for the year in G.O.No.Ms.551 Education dated the 12th March 1946. The total expenditure under "Ordinary" and that under "Capital" also exceeded the total allotment as detailed below. The approval of Government for the excess expenditure required under G.O.No.139 Education dated the 29th January 1942 was not obtained.

HEAD OF ACCOUNT.	BUDGET ALLOTMENT. Rs.	EXPENDITURE. Rs.	EXCESS. Rs.
Ordinary account.			
1. Staff - Salaries of masters	35460	36629 12 0	1169 12 0
Contribution to Provident fund			
House rent	1600	1979 0 0	379 0 0
Equipment furniture	90	118 10 0	28 10 0
Other items	—	1302 13 3	1302 13 3
Contribution	—	10 2 0	10 2 0
Total ordinary	40100	41178 8 3	1078-8-3 ~~259-12-0~~
Capital Library books and maps	—	259 12 0	259 12 0
Total capital	500	683 13 0	183 13 0

6. SUBSIDY PENDING REFUND TO GOVERNMENT. While passing orders on the revised estimate for 1946-47 in G.O.No.Ms.398 Education dated the 4th March 1947 the Government ordered the Council to refund (a) the subsidy of Rs.2000/- sanctioned to it in G.O.No.8 Education dated the 4th January 1947 for the payment of dearness allowance as the account was expected to close with a surplus balance of Rs.2000/-, and (b) the subsidy of Rs.2824/- paid in 1945-46 towards payment of dearness allowance to teachers on the ground that if the contribution under section 37 of the Elementary Education Act for 1945-46 had been paid to the council in that year itself the account would have closed with a plus balance of Rs.2824/-.

The aggregate sum of Rs.4824/- was not repaid to the credit of the provincial funds till the date of audit.

7. ARREAR TOLL COMPENSATION GRANT DRAWN TO WIPE OFF DEFICIT UNDER ELEMENTARY EDUCATION FUND ACCOUNT.

While examining reviewing the budget for 1946-47 in G.O.No.Ms.

581 Education dated the 12th March 1946 the Government permitted the council to adjust a sum of Rs.8964/- from the arrear toll compensation grant likely to be sanctioned to this fund - since the budget was expected to close with a deficit of Rs.11359/-. The sum of Rs.8964/- was credited to this Elementary Education Fund. But the account for the year actually closed with a surplus balance of Rs.6855--1--9. Therefore this amount of Rs.6855--1--9 would need to be credited to the special conservancy fund as contemplated in G.O.No.892 L.A., dated the 11th May 1946 and G.O.No.19 L.A., dated the 7th January 1947 as the surplus arrear toll compensation grant is to be utilised for this specific purpose. Reference is also invited to paragraph 9 of G.O.No.284 L.A., dated the 20th February 1947 passing orders on the budget estimate of the General Fund for 1947-48.

8. Want of sanction OF GOVERNMENT.(a) ADVERTISEMENT CHARGES. On voucher No.1420 of March 1947 a sum of Rs.28-2-0 was paid as charges for advertising secondary grade teachers for elementary schools. According to G.O.No.1149 Education dated 24th June 1940 such charges can be debited to Elementary Education fund without the previous sanction of Government subject to the condition that a small fee should be levied from the applicants to cover the cost of advertisement wholly or partly. But no such fee was levied. Hence the previous sanction of Government should have been obtained but not so far done.

(b) CONTRIBUTION PAID. A sum of Rs.10-2-0 was paid on voucher No.204 of May 1946 as contribution to the 21st All India Educational conference. The payment of this from this fund requires the approval of Government as laid down in the Government order referred to in sub paragraph (a) above.

9. ACCOUNTS OF THE HIGHER ELEMENTARY SCHOOL DEFECTS. One higher elementary school is maintained from this fund and school fee is being levied. The accounts of this school call for the following remarks.

(1) The total collection for a month according to the term fee register does not agree with the total of the daily fee collection register for any of the six months in the second half year, under review. The discrepancies noticed are detailed in item 7 of the Annual objection statement.

(ii) The statement of collection and balance of school fees does not bear any evidence of check in municipal office by the commissioner.

(iii) Term fee register. Pagewar and monthwar totals are not struck. It does not bear any evidence of check by the head-master or by any member of the municipal office staff.

10. TOOLS AND PLANT RECOUNT. The registers were not maintained correctly (1) The register of one school shows certain articles as sent to another school. But corresponding credit entry was not found in the account of the other school. Thus there were discrepancies in the accounts.

(ii) The disposal of the articles written off was not pointed out. If sold the sale list and credit for the proceeds may be shown.

(iii) There was shortage of articles in some cases - noticed by the Commissioner who conducted the verification of the balance on hand. The total cost of such shortages works out to Rs.49/8/6 - Vide details in item 2(c) to (f) and (h) of the Annual objection statement. The same may be explained or cost recovered. Full particulars of these cases are furnished in item 2 of the Annual objection statement.

11. Education tax amount on which contribution is due from Government.

~~Kidnapage~~ Though education tax is not levied on vacant sites (on which property tax is collected on the area basis) yet on the basis of the total amount of collection under property tax (including vacant site tax) education tax is calculated and arrived at. This is not correct. For purposes of arriving at the education tax due, tax on vacant sites should be excluded from the total property tax amount. By the incorrect procedure

sum of Rs.46-14-11 is wrongly

to the general account. Also the contribution due from Government under section 37 of the Elementary Education Act should be claimed on Rs.10526--14--8 (Rs.10573--13--7 shown in the account less Rs.46-14-11) as the gross collection.

12. Result of audit. The result of audit may be considered fairly satisfactory.

13. The gross receipts and charges for the year were Rs.48717--7--0 and Rs.41862--5--3 respectively.

14. 17 objections involving Rs.4977-14-6 were pending settlement at the close of audit vide details furnished in the Annual objection statement and shown below.

Year.	No.	Amount. Rs.
1945--46	1	65 14 0
1946--47	16	4912 0 6
	<u>17</u>	<u>4977 14 6</u>

R.Raghavachariar,
Assistant Examiner of L.F.Accounts,
Madras 10: Circle Salem.

Forwarded to the Executive Authority, Gudiyattam Municipal Council of North Arcot District in duplicate with the request that the report may kindly be returned within 2 months to the District Inspector of L.F.Accounts, Vellore with your reply in triplicate duly approved by the Municipal Council for submission to Government.

Duplicate copy of the final statement of audit of the Elementary Education Fund Accounts of Gudiyattam Municipal Council (for the year ended the 31st March 1947) is herewith forwarded to the Secretary to Government E & P.H. Department with reference to rule 58(d) of Schedule IV of the Madras District Municipalities Act 1920. The original was forwarded to the Executive Authority, Gudiyattam Municipal Council in L.F.No. Dated 1947.

(TRUE COPY)

S.S. Subramaniam
Superintendent,
Office of the Examiner of L.F.Accts.,
Madras.

MAVS/11/9/1947.

12/9/47

Annual account of Receipts and Charges of the Elementary Education Funds of the Cunderghatta Municipality for the year 1946-47.

Actuals of 194 - 4 .	Revised Estimate for 194 - 4 .	Heads of Accounts.	Actual for the year. (4)	Final Budget appro- pria- tion. (5)	Re- marks. (6)
(1)	(2)	(3)	(4)	(5)	(6)

6. ELY. EDUCATION ACCOUNT.

Receipts - Ordinary.

1. Opening balance -

1. Education tax -		
Gross Collections ..	10573.13.7	9900
Deduct collection charges.	692.2.0	740
Net. ..	9881.11.7	9160

2. Fines and penalties under the Ely. Education Act.

3. Income from investments, etc.

4. School fees. ..	314.11.6	300
5. Contributions. ..		
6. Other receipts. ..	113.11.0	100

7. Government grants:-

(1) Under section 37 of the Ely. Education Act.	5812.15.0	5813
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(ii) Under proviso to sec. 37 of the Ely. Education Act.	9018.00	7080
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8. Contribution from the General Accounts:-	8964.00	8964
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(a) For payment of temporary allowance of Rs. 4.	14619.0.0	14619.
(b) For other purposes ..		

9. Investments realised.

10. Advance recovered. ..		
Deduct refunds. 6.10.1		10.
Deduct amount transferred to capital.	-683.13.0	-1600.

Grand Total.	48033.10.0	44426
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Add amount relating to endowments shown under H. Endowments Account. (for details, vide subsidiary Account)

Grand total.	48,033.10.0	44426.
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CAPITAL.

1. Government grants.		
2. Contributions.		
3. Loans.		
4. Contributions from General Account - Ordinary.		
5. Investments realised.		
6. Add amount transferred from Ordinary.	683.13.0	1600.

Total.	683.13.0	1600
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Add amount relating to endowments shown under H. Endowments Account. (for details

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Joan off
deficit.

(1)	(2)	(3)	(4)	(5)	(6)
	vide Subsidiary Account)				
	Grand total..		683.13	1600	
	Total Receipts-Ordinary and capital. ..		48717.70	46026	
	Grnat total, including opening Balance.		48717.70	46026	
	<u>Expenditure-Ordinary.</u>				
1.	Staff:-				
Masters	Salaries and allowances.		20,051.60	20055	
	Masters. ~~Demerit~~ allowances.		15606.60	15955	
	clerks and servants. ..		972.00	995	
	Contribution to P.Fund.				
	Travelling Allowance.				
	Stipend of teachers sent for training gratuity.				
2.	Contingencies & equipment-				
	Contingencies. ..		1979.00	2000	
	House rent. ..				
	Other items. ..				
	Equipment:-				
	Furniture & apparatus.		118.10	150.	
	Library books & maps.				
	Other items. ..		1,302.13	1310.	
3.	Prizes & Scholarships.		459.30	1255	
4.	Repairs to buildings.				
5.	Interest on & repayment of debt.		679.00	680	
6.	Investments made.				
7.	Advance recoverable.		10.20	15.	
	Total. ..		41178.83	42415	
	Add amount relating to endowments shown under H-Endowments Account. (For details, vide subsidiary account)				
	Grant total.		41178.83	42415	
	<u>capital.</u>				
1.	Land and buildings.				
2.	Equipment:-				
	(1) Furniture & apparatus.		424.10	425	
	(2) Library books & maps.		259.12	300	
	(3) Investments made.				
	(4) Other items.				
	Total.		683.13	725	
	Add amount relating to endowments shown under H-Endowments Account. (For details vide subsidiary account)				
	Grand total.				
	Total Ordinary and Capital.		41862.53	43140	
	Closing Balance.		6,855.17	2886	
	Grand total, including closing balance.		48,717.70	46026	

A. V. Sahasra

ADistrict Inspector of Local Fund Account

REPLIES TO THE AUDIT REPORT.

Para 4. A copy of the supplier's bill has been sent to the District Inspector of Local Fund, North Arcot, Vellore together with the connected L.Dis. file in this office No.6875/46 dated 5-11-47 in reply to his L.F.916 dated 3-11-47.

- ✓ 5. The orders of Government will be shown during the next audit.
- * 6. The amount has not yet been refunded to Government. It will soon be refunded.
7. Since transferred in T.M.16/11-47.
- ✓ 8. The orders of Government will be shown during next audit.
- ✓ (b) The wrong debit has since been corrected in T.M.No. 9/10-47 and the amount debited to General funds.
9. The collections have since been reconciled.
 - ii) The D.C.Bs are now being checked.
 - iii) The pagewary and monthwar totals are now being struck.
10. The defects have since been rectified. The registers will be shown during next audit.
 - ii) The sale lists and credits will be shown during next audit.
 - iii) The shortage of tools and plants has since been accounted for by the concerned head teachers.
- ✓ 11. The correct amount has been calculated and based for the claim of the grant due under sec.37 of the Mly. Education Act.
13. The objections will be cleared during the next audit.

Commissioner,
Gudiyattam Municipality.

5/16/48

16

Proceedings of the Municipal Council, Gudiyattam passed at its general
meeting held on 22 - 12 - 1947.

Council Resolution No. 336 dated 22-12-47.

Read Audit report on the Elementary Education
Accounts for 1946-47.

Resolution:-

Approved.

SP. P.K. Gangadara Mudaliar.
Chairman.

(True extract)

P. K. Gangadara
Commissioner,
Gudiyattam Municipality.

S. 16/1/48

16

C.No. 33080/48

Edn. & P.H. (G.L.) Deptt.

Sub: AUDIT REPORT - 1946-47 - Elementary Education Fund - Municipal Council, *Gudiyala* - Recorded with remarks.

READ: From the Municipal Commissioner, ..., dated
Ref. No.

From the Examiner of Local Fund Accounts, L.F.No. 1048
dated, 4.5.48

ORDER No. *1203* EDUCATION, dated the *13th May 1948*
Re/Ms.

Recorded.

2. Paragraph 6 of the Audit Report. The amount of Rs. 4824. should be refunded to the Govt. without any further delay.

11.5.48
gms
11/5/48

To the Municipal Commissioner, *Gudiyala*
14.6.48 through C.M.C.
the D.P.I. (with a copy of
Audit report)
the Examiner of L.F.Accounts.
Spare copy.

12/5/48
12/5/48
27.5.48
12/5/48

