EDUCATION (1950) DEPARTMENT.

MS. SERIES.

(18)

closed
SB

G.O. No. 1483. Edn.

DATED 12. 5. 1950.

Sub. Audit. Report 1948-9.
E.E. fund Corporation of
Madras Recorded.

T. D. III—332.
4,080—July 1949.

From

C. NARASIMHAM, M.A., B.L.,
Commissioner,
Corporation of Madras.

Registered

To

THE SECRETARY TO GOVERNMENT,
Education Department,
Through FORT ST. GEORGE, MADRAS.
The Examiner of Local Fund Accounts,
Mount Road, Madras.
Through the Mayor of Madras.

Mc 35 19
12-4-50

C.A.D.C. No.D-10-4744 of 1949, Dated 31-3-1950.

Enclosures: 1. 3 printed copies of the Audit Report with replies.
2. 3 copies of the resolution of the Standing Committee (Edn.) dated 20-2-1950.
3. 3 copies of the resolution of the Council dated 28-3-1950.
4. The original Audit Report L.F.6295, dated 21-11-1949.

Sir,

EXAMINER OF LOCAL FUND ACCOUNTS
187
6 APR 1950
MADRAS

Subject:- AUDIT - Madras Corporation - Audit Report - Elementary Education Fund - 1948-49 - Replies submitted.

I forward herewith three printed copies of the Audit Report cited above with replies together with three copies of the resolution of the Standing Committee (Education) dated 20-2-1950 and that of the Council dated 28-3-1950. The original Audit Report L.F.6295, dated 21-11-1949 received in this office is also enclosed.

Forwarded.

MAYOR.

N. Sundaram
For Commissioner.

kk.4/4.

L.F.No.1033.

Office of the Examiner of Local Fund Accounts, Madras.
... 24-5-50.

Forwarded to the Secretary to Government, Education Department with copies of Commissioner's replies and the Resolutions of the Standing Committee (Education) and the Council.

PARAGRAPH 10: The balance of grant was since paid to the Corporation.

Deputy Examiner of Local Fund Accounts.

TO:

The Secretary to Government,
Education Department, Madras.

3

EXAMINER OF LOCAL FUND ACCTS. MADRAS. 18 APR 1950

NOTE FOR THE STANDING COMMITTEE (EDUCATION) AND THE COUNCIL.

The replies to the several paragraphs of the Audit Report on the Elementary Education Fund Accounts of the Corporation of Madras for the year 1948-49 are put up below for consideration.

Corporation of Madras.
Dated 16-1-1950.

C. NARASIMHAM,
Commissioner.

Audit report on the Elementary Education Fund Accounts of the Corporation of Madras for the year 1948-49.

Name of Auditor:	Sri S. Subramanya Ayyar and Sri N. Krishnaswami, *Superintendents, Corporation Audit Section.*
Time taken for the Annual audit.	From the 20th July 1949 to 10th November 1949.

The office of Mayor was held by Sri Dr. U. Krishna Rao from 1st April 1948 to 23rd November 1948 and by Sri S. Ramaswami Naidu from 24th November 1948 to 31st March 1949. The Office of Commissioner was held by Sri C. Narasimham, M.A., B.L., during the year.

2. The receipts and payments during the year are shown in 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. The closing balance (viz.) Rs. 85, 950-4-2 agrees with the balance in the final account for March 1949, and is in agreement with the balance in the Madras Provincial Co-operative Bank Pass Book after allowing for outstanding cheques and unremitted revenue inhand at the close of the year.

3. Financial position :

The year opened with a balance of Rs. 1,10,479-2-3 under "ordinary" and closed with a deficit balance of Rs. 24,936-12-1. There was thus a deterioration in the financial position as compared with the previous year, although an increased contribution of Rs. 5,63,160 was made from the General Account against Rs. 5,32,873 of the previous year.

4. The more important irregularities are detailed below. Irregularities of a minor nature are detailed in the Annual Objection Statement which should be read as forming part of this report.

Reply:—1 to 4 : No remarks.

5. Expenditure—Budget :

Expenditure was incurred in excess of the provision made in the budget estimate as approved in G. O. No. Mis. 2386, Education P. H. dated 20-9-48 under the following heads of accounts. The sanction of the Council was not pointed out for the excess expenditure and reappropriation indicating the source from which it was to be met.

Head of Account.	Actuals.	Budget provision.
1. Staff Salaries and Allowances.		
Masters.	18,79,760 4 2	16,00,000 0 0
Clerks & Servants.	1,24,708 1 7	1,23,000 0 0
Contribution to Provident Fund.	1,395 0 0	...
2. Contingencies—		
Other items.	1,54,423 1 8	1,40,000 0 0
Furniture and apparatus.	20,772 12 1	20,000 0 0
4. Repairs to Buildings.	86,155 12 6	80,000 0 0
9. Advances Recoverable— Others.	4,340 4 0	1,000 0 0

The expenditure under the following main heads of account exceeded the provision made in the budget as shown below :

Head of account.	Actuals.	Budget provisions.
1. Staff salaries and allowances.	20,82,402 5 9	18,08,000 0 0
2. Contingencies and equipment.	3,03,880 9 1	2,88,200 0 0
4. Repairs to Buildings.	86,155 12 6	80,000 0 0
9. Advances recoverable— others.	4,340 4 0	1,000 0 0

The total expenditure under "Ordinary" was Rs. 25,80,449-6-4 against the total budget provisions of Rs. 23,80,830-0-0 made in the budget estimate. The sanction of Government required for the excess expenditure under rule 11 (5) of G.O. No. 139, Education, P. H. dated 29-1-1942 was not obtained.

Reply.—Sanction of the competent authority is being sought for.

6. Objections pending for over two years:

The number of objections which have been pending settlement for more than two years is given below. The objections would need to be settled expeditiously and the result reported along with the replies to the audit report.

Year.	No. of items.	Amount.
1942—43	1.	...
1943—44	1.	...
1944—45	1.	...
1945—46	32.	...
1946—47	135.	...
	170.	

Reply:—There are only 86 items pending settlement. The details are furnished in reply to para 15 of this report. Instructions have been issued to the officials concerned to settle the items as early as possible.

7. Pending Paragraph of the previous year's Audit Report.

(1) Paragraph 5 of the Audit Report for 1947-48. The sanction of the Council and the Government to the excess expenditure over the budget provision would need to be obtained and furnished to audit.

Reply:—The sanction of the Council has been sought for and the same will be produced when it is obtained.

(2) Paragraph 7 (2) of the Audit Report for 1947-48.
" 14 (d) " 1944-45.

The records called for in this department letter No. 319 dated 12-8-49 in regard to payment of pensionary contribution in respect of teachers who were deputed to war service would need to be produced.

Reply :—The records are being produced to audit.

(3) Paragraph 11 of the Audit Report for 1947-48.

The sanction of the Council to the payment of remuneration to the teachers and other members of the staff at the different rates mentioned in the objection would need to be pointed out.

Reply :—The connected file has been produced to audit.

(4) Paragraph 12 of the Audit Report for 1947-48.

The file of papers promised to be made available to verify the details of expenditure etc. out of Rs. 4016-12-10 received from the Collector of Madras for distribution of sweets to children, would need to be shown.

Reply :—The objection has since been admitted in audit.

(5) Paragraph 13 of the Audit Report for 1947-48.

Payees' acknowledgements in respect of item No. 4, 6, 10 and 13 of Annexure I to the audit report would need to be produced

Reply :—The objection was since admitted in audit.

(6) Paragraph 14 of the Audit Report for 1947-48.

Voucher No. 71 of May 1947 for Rs. 477-15-1 would need to be traced and produced.

Reply :—The voucher referred to in the objection was produced to audit on 24-11-49 and the para was dropped by the auditor

8. Delay in the return of further remarks and objection statement.

In spite of the defects having been pointed out in the previous years audit reports long delays in the return of objection statement or the further remarks on the replies to the objection statement continued even during the year under report. For instance, the Annual Objection statement for 1947-48 and the Objection statement for the first half year of 1948-49 issued on 30-11-48 and 25-3-49 respectively were returned only on 12-11-49 and 7-11-49. The following further remarks issued on the dates noted against each have not yet been received back

with replies though they were due to be returned within a fortnight from the date of their receipt in the Corporation.

Further Remarks:

Month to which the further remarks or Objection Statement relates.	Date of issue.
March 1943.	9-3-46.
February 1944.	24-1-46.
A. O. S. Saidapet Municipality 1945-46.	9-7-47.
II half of 1945-46.	18-1-49.
A. O. S. 1945-46.	17-2-49.
May 1946.	4-12-47.
June and July 1946.	27-9-49.
August 1946.	10-12-48.
November 1946.	19-10-48.
December 1946.	12-5-49.
March 1947.	8-1-49.
A. O. S. 1946-47.	21-9-48.
Half year ending 30-9-47.	27-9-49.
March 48.	20-6-49.

Reply :—The latest position with regrad to each F.R. is given below:—

The concerned heads of departments have been requested to return the pending F. Rs. to audit without further delay.

F.R. March 1943 sent to F.O.L. on 7-1-48.
F.R. February 1944 sent to S.W.D. on 28-2-46.
" A.O.S. Saidapet Municipality 1945-46 sent to E.D. on 12-7-47.
F.R. 2/45-46 sent to R.D. on 28-2-49.
F.R. A.O S. 1945-46 sent to S.W.D. on 7-6-49.
F.R. May 1946 sent to H.D. on 19-4-48.
F.R. June and July 1946 sent to E.D. on 30-9-49.
F.R. August 1946 sent to E.D. on 7-1-49.
F.R. November 1946 sent to E,D. on 7-3-49.
F.R. December 1946 sent to S.W.D. on 27-6-49.
F.R. March 1947 sent to E.D. on 7.1 49.
F.R. Half year ending 30-9-47 sent to E.D. on 28-10-49.
F.R. March 1948 sent to E.D. on 28-6-49.

A copy of the circular issued to the Heads of Departments to avoid delays of this nature in future is enclosed herewith for information.

The Examiner of local Fund Accounts in his audit report on the Elementary Education Fund for the year 1948-49 has incorporated a para which reads as follows:

"In spite of the defects having been pointed out in the previous years" audit reports, long delays in return of "Objection statement" or the "Further Remarks on the replies to the objection statements "continued even during the year under report" etc.

The above mentioned Further Remarks forwarded to the Departments on the dates noted against each have not been returned with replies so far. The para referred to above could have been easily avoided if the statements and Further Remarks on the replies to objection statements, were returned in time. Therefore expeditious action should be taken in this regard and see that the Further Remarks pending for a long time with them are returned with suitable and satisfactory replies before the end of this month without fail. Heads of Departments are requested to see that this is done, to enable this department to give a suitable reply in the Audit Report.

9. Losses of School Articles :—Seventeen cases of thefts or losses of articles belong to Elementary Schools involving Rs. 925-3-1 in the aggregate, were reported to the audit department during 1948-49, and the value of articles lost in each case ranged between Rs. 11-4-0 and Rs. 401-5-3. Among the articles lost were clocks, locks, tables, chairs etc. the more costly of them being a Radio Set that belonged to the Corporation Boys' Schools, Nammalwarpet valued at Rs. 375. While recoveries of the cost of the articles lost have been effected in eleven cases, the question of either write off or recovery in the other six cases is pending consideration. As the number of cases of losses reported to the audit department in 1948-49 was unusually large as compared with the cases reported in the previous years (vide particulars in the margin), an enquiry was made of the Education Officer whether the losses were rendered possible owing to the lack of adequate supervision by the staff of the schools and the Educational Officer stated that they were not due to any laxity of the school staff It may be stated that in all cases where recoveries have been effected, the recoveries were made either from the teaching staff

or the peons of the schools. During 1949-50, 6 cases of losses of school articles have so far been reported. The frequent occurance of thefts of school articles would seem to point to the necessity of taking adequate steps to prevent their recurrence.

Reply :—There had been an increase of theft in Corporation schools during the year 1948-49. This is due to the worsening of the unemployment problem caused by the return of a large number of demobilised persons and many tappers and others thrown out of employment on account of the enforcement of the prohibition in this province and the release of criminals in large numbers to make room for prohibition offenders. It is common knowledge that the safety of property even in private houses is not as great now as it was years back. We are only paying the penalty for the social and economic evils in the society and not for any relaxation of vigilance on any body's part. The frequent occurance of thefts can be minimised to a considerable extent if night watchmen are appointed. but in consideration of cost involved in the appointment of night watchmen (Reccuring expenditure of about Rs. 14,000 per annum) it is not economical to appoint separate watchmen in as much as the total cost of articles stolen from the year 1934 up-to-date is only Rs. 2,630. However strict instructions have been issued to school staff to do every thing possible to safe guard the Corporation properties.

10. Education Tax—Equivalent Government Grant :—

The actual realisation of Education tax (arrear and current) in 1948-49 amounted to Rs. 12,39,020-11-1. After a refund of Rs. 4,046-11-6 the net collections amounted to Rs. 12,34,973-15-7 As eqvivalent grant is due from Government only on the proceeds of the tax realisable at 8% of the rate in force in July 1941, before the amended act came into force, the total gross collections on which equivalent grant can be drawn would be Rs. 6,60,811-0-7 Deducting therefrom the proportionate share of refund amounting to Rs. 2158-4-0 the net amount on which equivalent Government grant can be drawn works out to Rs. 6,58,652-12-7 against which a sum of Rs. 6,56,110-0-0 was sanctioned in G.O. No. 1804 Eduction dated 1-6-49 and drawn. Their balance of grant amounting to Rs. 2,542-12-7 still due to the Corporation would need to be claimed from Government.

Reply :—The Government have been addressed in this office letter E.D.C. No. B1-3242/49 dated 25-11-1949 and the credit will be shown in audit when received.

11. Education Tax Realisation—Short credit to the Elementary Education fund :—

	Rs.	A.	P.
Education Tax credited to E.E. Fund Account...	12,37,289	2	6
Deduct short credit for 1947-48 made good in 1948-49 ...	7,082	14	0
	12,30,206	4	6

Against the net realisations of Education tax of Rs. 12,34887-11-5 during 1948-49 only a sum of Rs. 12,30,206-4-6 as shown in the margin was actually cridited to the Elementary Education Fund Account during the year entailing a short credit of Rs. 4,681-6-11 which would need to be transferred from the general fund to the Elementary Education Fund.

Reply :—The amount has since been credited to E. E. Fund in I Account Vr. No 864 dated 11-11-1949.

12. Defect in the Maintenance of Registers in Schools.

The check of the accounts and registers, maintained in the Elementary Schools sent as Acquittance registers, Tools and Plant register other stock accounts etc. indicated among others the following general defects :—

Acquittance Registers:—

(1). Payment of salaries to other than proper payees without letters of authorisation from the payees.

(2). Acquittances obtained from teacher without stamps in cases where the gross amount of salary exceed Rs. 20 on the ground that the net amount paid to the payees was less than Rs. 20 after making deductions etc. due.

Tools and Plant Registers and other Stock Accounts :—

(1) Disposals of articles shown as removed from stock were not pointed out, and.

(2) Certificates of verification were not recorded in certain cases.

These and other defects have been detailed in the Annual Objection Statement and would need ratification.

Reply :— The defects pointed out in the A.O.S will be rectified and produced in audit in due course.

13. Result of Aduit :—

The general result of audit may be *considered satisfactory*.

Reply :—No remarks.

14. Receipts and Charges.

The receipts and charges during the year were Rs. 24,55,033—8—0 and Rs. 29,98,783—3—4 respectively.

Reply :—No remarks.

15. Pending Objections :—

Five hundred and seventy items of objections involving a sum of Rs. 9,378-12-7 were pending settlement at close of audit as detailed in the Annual Objection Statement.

Year.	No. of items.		Amount. Rs.	A.	P.
1942—43	1	...	...		
1943—44	1	...	...		
1944—45	1	...	1	0	0
1945—46	22	...	...		
1946—47	135	...	...		
1947—48	112	...	565	7	7
1948—49	288	...	8813	5	0
Total	540	...	9,379	12	7

Reply :—Following is the position in the disposal of audit objections relating to E.E. Fund.

Period.	E.D.	W.D.	R.D.	H.D.	C.A.D.	G.D.	S.W.D.	W.W.D.	Total.
March 1943 ...	—	1	—	—	—	—	1	—	1
February 1944 ...	—	—	—	—	—	—	—	—	1
II/45–46 ...	2	—	—	1	—	—	2	1	4
A.O.S. 45-46 ...	3	—	1	1	—	—	—	1	8
April 1946 ...	2	—	—	—	2	—	2	—	2
May 1946 ...	7	—	—	6	2	—	4	1	20
June & July 1946 ...	—	3	1	—	2	1	2	—	6
August 1946 ...	—	—	—	1	—	—	1	—	4
Sep. & October 46 ...	—	—	—	—	1	1	1	1	3
November 1946 ...	3	—	1	3	3	—	3	3	16
December 1946 ...	—	—	—	2	—	—	4	1	7
March 1947 ...	—	—	—	7	—	—	2	—	9
A.O.S. 1946–47 ...	4	1	—	—	—	—	—	—	5
1/47–48 ...	11	—	2	1	2	—	4	1	21
March 1948 ...	15	—	2	—	3	—	—	—	20
A.O.S. 1947-48 ...	8	24	—	2	—	2	—	—	34
October 1948 ...	3	16	4	5	1	2	2	1	32
January 1949 ...	4	17	1	1	4	2	2	1	32
A.O.S. 1948-49 ...	5	18	—	—	—	—	—	—	23
	67	80	12	29	17	6	26	11	248

Annual account of receipts and charges of the Elementary Education Fund of the Corporation of Madras for tne year 1948—49.

Heads.	Actuals. 1948-49. Rs.	Total. Rs.	Final Budget appropriation. Rs.
Receipts Ordinary :			
1. Opening balance		1,10,479 2 3	2,324
2. Education Tax ...	12,37,289 2 6		12,00,000
3. Fines and Penalties, under the Madras Elementary Education Act ...	22 0 0		200
4. Income from Investments ...	1,397 15 0		1,200
5. School Fees ...			
6. Endowments ...			
7. Contributions ...			
8. Other receipts ...	3,966 0 9		2,800
9. Government Grant			
(i) under Section 37 of the Elementary Education Act	5,89,307 15 0		6,11,520
(ii) under the proviso to the Section 37 of the Elementary Education Act			
(iii) As subsidy for Elementary Schools opened after 1st April 1921.	45,560 11 0		43,247
10. Contribution from the General Account ...	5,63,160 0 0		5,00,000
11. Investments realised ...			
12. Advances recovered ...	4,329 11 9		1,000
	24,45,033 8 0	25,55,512 10 3	23,62,291
Receipts : Capital.			
1. Opening balance ...		5,19,220 13 3	17,500
2. Government Grant ...	10,000 0 0		
3. Endowments and Contributions ...			
4. Contribution from General Accounts ordinary ...			
5. Investments realised ...			
6. Loans ...			
7. *Add* amount transferred from ordinary ...			6,24,450
Total...	10,000 0 0	5,29,220 13 3	6,41,950
Total ordinary and capital		24,55,033 8 0	29,84.417
Grand total including opening balance.		30,84,733 7 6	30,04,241

Heads.		Actuals. 1948-49. Rs.			Total. Rs.			Final Budget appropriation. Rs.		
Expenditure-Ordinary :										
1. Staff.										
Salaries and allowances.										
(i) Masters	...	18,79,760	4	2				16,00,000	0	0
(ii) Clerks and Servants	...	1,24,708	1	7				1,23,000	0	0
(iii) Education Tax—Collection charges	...	25,000	0	0				25,000	0	0
(iv) Contribution to Provident Fund	...	1,395	0	0				60,000	0	0
(v) Pension and Gratuties	...	51,539	0	0						
		20,82,402	5	4				18,08,000	0	0
(vi) Stipends for teachers sent for training.										
(vii) Travelling Allowances.										
2. Contingencies and equipment contingencies.										
(i) House Rent	...	1,21,744	12	7				1,25.000	0	0
(ii) Other items	...	1,59,423	1	8				1,40,000	0	0
Equipment :										
Furniture and appliances	...	20,772	12	1				20,000	0	0
Library Books and Maps	...	1,800	8	0				3,000	0	0
Other items. (Office equipment)		139	6	9				200	0	0
3. Prizes and Scholarships								80,000	0	0
4. Repairs to buildings	...	86,155	12	6				1,03,530	0	0
5. Interest on and repayment of debt	...	1,02.816	0	0						
6. Investments made.										
7. Medical Inspection charges (equipment)	...	5	9	0				100	0	0
8. Refund of excess contribution :										
(a) to Government.										
(b) to General fund,										
9. Advances recoverable.										
(1) Permanent.										
(ii) Others	...	4,340	4	0				1,000	0	0
Cost of new proposals	...	860	0	0				1,00,000	0	0
		25,80,449	6	4	25,80,449	6	4	23,80,830	0	0
Expenditure-Capital :										
1. Lands and buildings.		4,18,383	13	0				4,41,950	0	0
2, Equipment.										
Furniture and apparatus.										
Library books and Maps.										
Other items.										
3. Investments.										
		4,18,833	13	0	4,18,333	12	0	4,41,950	0	0
Total expenditure. Ordinary and Capital.					29,98,783	3	4	28,22,780	0	0
Total closing balance.					85,950	4	2	1,81,461	0	0
Grand total including closing balance.					30,84,733	7	6	30,04,241	0	0

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(11) 15 (1)

L.F.6295 d 21.11.49

AUDIT REPORT ON THE ELEMENTARY EDUCATION FUND ACCOUNTS OF THE CORPORATION OF MADRAS FOR THE YEAR 1948-49.

Name of Auditor: Sri S.Subramanya Ayyar and Sri N.Krishnaswami, Superintendents, Corporation Audit Section.

Time taken for the Annual Audit: From the 20th July 1949 to the 10th Nov. 1949.

The Office of Mayor was held by Dr. U.Krishna Rao from 1st April 1948 to 23rd November 1948 and by Sri S.Ramaswami Naidu from 24th November 1948 to 31st March 1949.

The Office of Commissioner was held by Sri C.Narasimham, M.A., B.L., during the year.

2. The receipts and payments during the year are shown in 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. The closing balance (viz.)Rs.85,950-4-2 agrees with the balance in the final account for March 1949, and is in agreement with the balance in the Madras Provincial Cooperative Bank Pass Book after allowing for outstanding cheques and unremitted revenue inhand at the close of the year.

3. FINANCIAL POSITION: The year opened with a balance of Rs.1,10,479-2-3 under "ordinary" and closed with a deficit balance of Rs.24,936-12-1. There was thus a deterioration in the financial position as compared with the previous year, although an increased contribution of Rs.5,63,160/- was made from the General Account against Rs.5,32,873/- of the previous year.

4. The more important irregularities are detailed below. Irregularities of a minor nature are detailed in the Annual Objection Statement which should be read as forming part of this report.

5. EXPENDITURE - BUDGET: Expenditure was incurred in proved in G.O.No.Mis.2386, Education P.H. dated 20.9-48 under the following heads of accounts. The sanction of the Council

16 (2)

was not pointed out for the excess expenditure and reappropriation indicating the source from which it was to be met.

Head of Account.	Actuals.	Budget provision.
1. Staff Salaries and Allowances. Masters.	18,79,760--4--2	16,00,000--0--0
Clerks and Servants.	1,24,708--1--7	1,23,000--0--0
Contribution to Provident Fund.	1,395--0--0	...
2. Contingencies -Other items	1,54,423--1--8	1,40,999--0--0
Furniture and apparatus.	20,772--12-1	20,000--0--0
4. Repairs to Buildings.	86,155-12--6	80,000--0--0
9. Advances Recoverable - others.	4,340--4--0	1,000--0--0

The expenditure under the following main heads of account exceeded the provision made in the budget as shown below:

HEAD OF ACCOUNT.	ACTUALS.	BUDGET PROVISIONS.
1. Staff salaries and allowances.	20,82,402--5--9	18,08,000--0--0
2. Contingencies and equipment	3,03,880--9--1	2,88,200--0--0
4. Repairs to Buildings.	86,155-12--6	80,000--0--0
9. Advances recoverable - others.	4,340--4--0	1,000--0--0

The total expenditure under "Ordinary" was Rs.25,80,449-6-4 against the total budget provisions of Rs.23,80,830--0--0 made in the budget estimate. The sanction of Government required for the excess expenditure under rule II(5) of G.O.No.139, Education, P.H. dated 29-1-1942 was not obtained.

6. OBJECTIONS PENDING FOR OVER TWO YEARS: The number of objections which have been pending settlement for more than two years is given below. The objections would need to be settled expeditiously and the result reported along with the replies to the audit report.

Year.	No. of items.	Amount.
1942-43	1.	...
1943-44	1.	...
1944-45.	1.	...
1945-46	32.	...
1946-47.	135.	...

	170	
	---	

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7. PENDING PARAGRAPHS OF THE PREVIOUS YEAR'S AUDIT REPORT.

(1) PARAGRAPH 5 OF THE AUDIT REPORT FOR 1947-48. The sanction of the Council and the Government to the excess expenditure over the budget provision would need to be obtained and furnished to audit.

(2) PARAGRAPH 7 (2) OF THE AUDIT REPORT FOR 1947-48.
" 14(d) " 1944-45.

The records called for in this department letter Mc.319 dated 12-8-49 in regard to payment of pensionary contribution in respect of teachers who were deputed to war service would need to be produced.

(3) PARAGRAPH 11 OF THE AUDIT REPORT FOR 1947-48.

The sanctionof the Council to the payment of remuneration to the teachers and other members of the staff at the different rates mentioned in the objection would need to be pointed out.

(4) PARAGRAPH 12 OF THE AUDIT REPORT FOR 1947-48.

The file of papers promised to be made available to verify the details of expenditure etc. out of Rs.4016-12-10 received from the Collector of Madras for distribution of sweets to children, would need to be shown.

(5) PARAGRAPH 13 OF THE AUDIT REPORT FOR 1947-48.

Payees' acknowledgements in respect of item No.4,6,10 and 13 of Annexure I to the audit report would need to be produced.

(6) PARAGRAPH 14 OF THE AUDIT REPORT FOR 1947-48.

Voucher No.71 of May 1947 for Rs.477-15-1 would need to be traced and produced.

8. DELAY IN THE RETURN OF FURTHER REMARKS AND OBJECTION STATEMENT:

In spite of the defects having been pointed out in the previous years audit reports long delays in the return of objection statement continuedeven during the year under report. For instance, the following further remarks, the Annual

Objection statement for 1947-48 and the Objection statement for the first half year of 1948-49 issued on 30-11-48 and 25-3-49 respectively were returned only on 12-11-49 and 7-11-49. The following further remarks issued on the dates noted against each have not yet been received back with replies though they were due to be returned within a fortnight from the date of their receipt in the Corporation.

Further Remarks:

Month to which the further remarks or Objection Statement relates.	Date of issue.
March 1943.	9--3--46.
February 1944	24-1---46
A.O.S. Saidapet Municipality 1945-46.	9--7--47.
II half of 1945-46.	18--1--49.
A.O.S. 1945-46.	~~17--12--49~~ 17-2-'49
~~April 1946.~~	~~6--2--48~~
May 1946.	4-12--47
June and July 1946.	27--9--49
August 1946.	10-12--48
~~September & October 1946.~~	~~8--1--49~~
November 1946.	19-10--48
December 1946.	~~20--5--49~~ 12-5-49
~~January~~ March 1947.	8--1--49
A.O.S. 1946-47.	21--9--48
Half year ending 30-9-47.	27--9--49
March 48.	20--6--49

9. LOSSES OF SCHOOL ARTICLES: Seventeen cases of thefts or losses of articles belong to ~~Kkkkkk~~ Elementary Schools involving Rs.925-3-1 in the aggregate, were reported to the audit department during 1948-49, and the value of articles lost in each case ranged between Rs.11-4-0 and Rs.401-5-3. Among the articles lost were clocks, locks, ~~and~~ tables, chairs etc. the more costly of them being a Radio Set that belonged to the Corporation Boys' Schools, Nammalwarpet valued at Rs.375/- While recoveries of the cost of the artices lost have been effected in eleven cases, the question of either write off or recovery in the other six cases is pending consideration. As the number of cases of losses reported to the audit department in 1948-49 was unusually large as compared with the cases reported in the previous years (vide particulars in the margin), an enquiry was made of the Education Officer whether the losses were rendered possible owing to the lack of adequate supervision by the staff of the schools and the Educational Officer

stated that they were not due to any laxity of the school staff It may be stated that in all cases where recoveries have been effected, the recoveries were made either from the teaching staff of the peons of the schools. During 1949-50, 6 cases of losses of school articles have so far been reported. The frequent occurance of thefts of school articles would seem to point to the necessity of taking adequate steps to prevent their recurrance.

10. EDUCATION TAX - EQUIVALENT GOVERNMENT GRANT: The actual realisation of Education tax (arrears and current) in 1948-49 amounted to Rs.12,39,020-11-1 After a refund of Rs.4,046-11-6 the net collections amounted to Rs.12,34,973-15-7 As equivalent grant is due from Government only on the proceeds of the tax realisable at 8% of the rate in force in July 1941, before the amended act came into force, the total gross collections on which equivalent grant can be drawn would be Rs.6,60,811-0-7. Deducting therefrom the proportionate share of refund amounting to Rs.2,158-4-0 the net amount on which equivalent Government grant can be drawn works out to Rs.6,58,652-12-7 against which a sum of Rs.6,56,110-0-0 was sanctioned in G.O.No.1804 Education dated 1-6-49 and drawn. Their balance of grant amounting to Rs.2,542-12-7 still due to the Corporation would need to be claimed from Government.

11. EDUCATION TAX REALISATION - SHORT CREDIT TO THE ELEMENTARY EDUCATION FUND;

Against the net realisations of Education Tax of Rs. 12,34,887-11-5 during 1948-49 only a sum of Rs.12,30,206-4-6 as shown in the margin was actually credited to the Elementary Education Fund Account during the year entailing a short credit of Rs.4,681-6-11 which would need to be transferred from the Government fund to the Elementary Education Fund.

Education tax credited to E.E. Fund a/c. Rs. 12,37,289-2-6

Deduct short credit for 1947-48 made good in 48-49. Rs. 7,082-14-0

12,30,206-4-6

12. ~~EDUCATIONAL~~ - DEFECTS IN THE MAINTENANCE OF REGISTERS IN SCHOOLS.

The check of the accounts and registers maintained in the Elementary Schools sent as Acquittance registers, Tools and Plant registers, other stock accounts etc. indicated among others the following general defects:

Acquittances Registers: 1. payment of salaries to other than proper payees without letters of authorisation from the payees.

(2) Acquittances obtained from teachers without stamps in cases where the gross amount of salary exceeded Rs.20/- on the ground that the net amount paid to the payees was less than Rs.20/- after making deductions etc. due.

TOOLS AND PLANT REGISTERS AND OTHER STOCK ACCOUNTS: (1) Disposals of articles shown as removed from stock were not pointed out, and

(2) Certificates of verification ~~was~~ were not recorded in certain cases.

These and other defects have been detailed in the Annual Objection Statement and would need rectification.

13. RESULT OF AUDIT: The general result of audit may be considered satisfactory.

14. RECEIPTS AND CHARGES: The receipts and charges during the year were Rs.24,55,033-8-0 and Rs.29,98,783-3-4 respectively.

15. PENDING OBJECTIONS: Five hundred and seventy items of objections involving a sum of Rs.9,378-12-7 were pending settlement at the close of audit as detailed in the Annual Objection ~~involving a sum of Rs.9,378-12-7~~ Statement.

Year.	No. of items.	Amount.
1942-43	1.	...
1943-44	1	...
1944-45	1	~~1...~~
1945-46.	32	...
1946-47.	135	...
1947-48.	112	565--7--7
1948-49.	288.	8813--5--0
Total....	570	9378-12--7

T.K. Srinivasan
(T.K. SRINIVASAN)
DEPUTY EXAMINER OF LOCAL FUND ACCOUNTS.
19.11.49

Forwarded to the Chairman, Standing Committee (Accounts) Corporation of Madras as required by rule 19(d) of Schedule V to the City Municipal Act 1919 with the request that with reference to Sub-rule (2) of rule 20 of the same Schedule, the above report may be returned (in original) within six months with replies in duplicate duly approved by the Council for being forwarded to Government.

Copy forwarded together with a copy of Audit report to the Secretary to Government Edn & P.H. Fort St George, Madras.

TS./17.11.1949. ~~DEPUTY EXAMINER OF LOCAL FUND ACCOUNTS.~~

Copy forwarded together with a copy of Audit Report to the Commissioner, Corporation of Madras, Madras for necessary action

Forwarded to the Commissioner for further action.

A. Mohamed Ebraimsha
Chairman,
Standing Committee (Accounts).
24.11.49.

C.A.O
D.C.
24/11

OFFICE OF THE COMMISSIONER No. 24 NOV 1949 CORPORATION OF MADRAS.

(9) (9) (9)

23

ANNUAL ACCOUNT OF RECEIPTS AND CHARGES OF THE ELEMENTARY EDUCATION FUND OF THE CORPORATION OF MADRAS FOR THE YEAR 1948-49.

Heads.	Actuals. 1948-49. Rs.	Total. Rs.	Final Budget appropriation. Rs.
RECEIPTS ORDINARY:			
1. Opening balance.		1,10,479--2--3.	2,324/-
2. Education Tax.	12,37,289--2--6		12,00,000/-
3. Fines and Penalties, under the Madras Elementary Education Act.	22--0--0		200/-
4. Income from Investments.	1,397-15--0		1,200/-
5. School Fees.			
6. Endowments.			
7. Contributions.			
8. Other receipts.	3,966--0--9		2,800/-
9. Government Grant. (i) under Section 37 of the Elementary Education Act.	5,89,307-15--0		6,11,520/-
(ii) under the proviso to Section 37 of the Elementary Education Act.			
(iii) As subsidy for Elementary Education Schools opened after 1st April 1921.	45,560-11--0		43,247/-
10. Contribution from the General Account.	5,63,160--0--0		5,00,000/-
11. Investments realised.			
12. Advances recovered.	4,329-11--9		1,000/-
	24,45,033--8--0	25,55,512-10--3.	23,62,291/-
RECEIPTS: CAPITAL.			
1. Opening balance.		5,19,820-13--3	17,500/-
2. Government Grant.	10,000--0--0		
3. Endowments and Contributions.			
4. Contribution from General Accounts Ordinary.			
5. Investments realised.			6,24,450/-
6. Add Amount transferred from ordinary.			
Total ...	10,000--0--0	5,29,820-13--3	6,41,950/-
Total ordinary and capital		24,55,[illegible]--8--0	29,84,417/-

(10) 24 13 (10) (10)

Heads.	Actuals. 1948-49. Rs.	Total. Rs.	Final Budget appropriation. Rs.
EXPENDITURE - ORDINARY:			
1. Staff.			
Salaries and allowances.			
(i) Masters.	18,79,760--4--2		16,00,000--0--0
(ii) Clerks and Servants.	1,24,708--1--7		1,23,000--0--0
(iii) Education Tax - Collection charges.	25,000--0--0		25,000--0--0
(iv) Contribution to Provident Fund.	1,395--0--0		
(v) Pension and Graduities.	51,539--0--0		60,000--0--0
	20,82,402--5--4		18,08,000--0--0
(vi) Stipends for teachers sent for ~~ffer~~ training.			
(vii) Travelling Allowances.			
2. Contingencies and equipment contingencies.			
(i) House Rent.	1,21,744-12--7		1,25,000--0--0
(ii) Other items.	1,59,423--1--8		1,40,000--0--0
EQUIPMENT:			
Furniture and appliances.	20,772-12--1		20,000--0--0
Library Books and Maps.	1,800--8--0		3,000--0--0
Other items. (Office equipment)	139--6--9		200--0--0
3. Prizes and Scholarships.			80,000--0--0
4. Repairs to buildings.	86,155-12--6		1,03,530--0--0
5. Interest on and repayment of debt.	1,02,816--0--0		
6. Investments made.			100--0--0
7. Medical Inspection charges (equipment.)	- 5--9--0		
8. Refund of excess contribution:			
(a) to Government.			
(b) to General fund.			
9. Advances recoverable.			
(1) Permanent.			1, 000--0--0
(ii) Others.	4,340--4--0		1, 00,000 --0--0
Cost of new proposals.	860--0--0		
	25,80,449--6--4	25,80,449--6--4	23,80,830--0--0
EXPENDITURE - CAPITAL:	4,18,383-13--0		4,41,980--0--0
1. Lands and buildings.			
Library books and Maps.			
Other items.			
3. Investments.			

Extract from the proceedings of a Meeting of the Standing Committee (Education) held on 20-2-50.

C.No. 2/50.

Audit Repport - E.E.Fund - 1948-49 - Replies furnished.

Read Commissioner's note dated 16-1-50 placing before the S.C.(E) and the Council for consideration the replies to the several paragraphs of the Audit Report on the Elementary Education Fund Accounts of the Corporation of Madras for the year 1948-49.

" Recorded".

(True Extract)

Sd. C.V.Rama Reddi,
Secretary to Council.

/True Copy/

CHIEF ACCOUNTS OFFICER.

BV/30.3.50.

29 16

Extract from the Minutes of the Proceedings of an Adjourned Ordinary Meeting of the Council held on 28-3-50.

Resolution No. 208/50.

Sub:- Audit - E.E. Fund accounts -1948-49.

Read the Commissioner's note dated 16-1-50 placing for consideration the replies to the several paragraphs of the Audit Report on the E.E.Fund accounts of the Corporation of Madras for the year 1948-49.

Read also the following resolution of the S.C.(E) dated 20-2-1950.

"Recorded".

This was recorded.

(True Extract)

Sd. C.V.Rama Reddi,
Secretary to Council.

/True Copy/

CHIEF ACCOUNTS OFFICER.

* * * *

Extract from the Minutes of the Proceedings of an Adjourned Ordinary Meeting of the Council held on 28-3-50.

Resolution No. 208/50.

Sub:- Audit - E.E. Fund accounts -1948-49.

Read the Commissioner's note dated 16-1-50 placing for consideration the replies to the several paragraphs of the Audit Report on the E.E.Fund accounts of the Corporation of Madras for the year 1948-49.

Read also the following resolution of the S.C.(E) dated 20-2-1950.

"Recorded".

This was recorded.

(True Extract)

Sd. C.V.Rama Reddi,
Secretary to Council.

/True Copy/

CHIEF ACCOUNTS OFFICER.

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Extn
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18

Cno. 10347/50

Audit Report. 1948-9
E.E. Fund. Corporation of
Madras - Recorded.

3/9/50

from The Commr. Corpn of Madras.
No. D-10-4744 of 1949 dt 31.3.50

from The Liqr. L.F. Accts. L. Fno. 1033 dt 5.5.50

Previous yrs Cno.
Kept below

Order 1483 dated 12-5-50
Tls

Recorded.

To
The Commr. Corpn of Madras, thro the Mayor.
Thro 10.5.50
DP 13/5/50

Liqr. L.F. Accts

DPI (with enclosure)
copy of this Memo
separate kept below

DM
11/5/50.

Extract from the Minutes of the Proceedings of an Adjourned Ordinary Meeting of the Council held on 28-3-50.

Resolution No. 306/50.

Sub:- Audit - E.E. Fund accounts -1948-49.

Read the Commissioner's note dated 16-1-50 placing for consideration the replies to the several paragraphs of the Audit Report on the E.E.Fund accounts of the Corporation of Madras for the year 1948-49.

Read also the following resolution of the S.C.(E) dated 20-2-1950.

"Recorded".

This was recorded.

(True Extract)

/True Copy/

for SECRETARY.