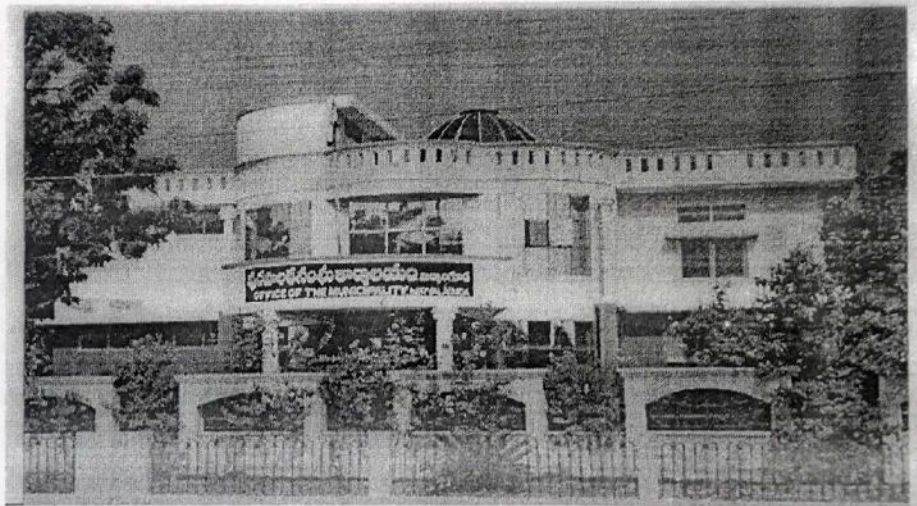




GOVERNMENT OF TELANGANA
STATE AUDIT DEPARTMENT



AUDIT REPORT ON THE ACCOUNTS
OF
MUNICIPAL COUNCIL
MIRYALGUDA
FOR THE YEAR 2019-20

**GOVERNMENT OF TELANGANA
STATE AUDIT DEPARTMENT**

From:

Sri.G.Santhosh Rao,BLiSc
District Audit Officer,
State Audit, Nalgonda.

To:

The Municipal Commissioner,
Municipal Council Miryalguda,
District: Nalgonda.

Lr.No. 01 /DAO/S.A./NLG/2020,Dt. 28-09-2020

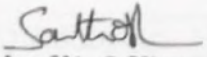
Sir,

Sub: Audit – Audit Report on the accounts of Municipal
Council Miryalguda for the year **2019-20** – Reg.

&&&

I am forwarding herewith the Audit Report on the Accounts of Municipal Council Miryalaguda of Nalgonda District for the year 2019-20,induplicate with reference to Rule 60 (d) 2 of schedule II of T.S.Municipalities Act, 1965 and request that the Audit Report replies may be submitted to the objections raised in the Audit Report to this office in triplicate duly approved by the council within two months from the date of receipt of the Audit Report as requested in G.O.Ms.No.874, M.A., dt.13.11.1967.

Yours faithfully,


Dist Audit Officer,
State Audit, Hyderabad.

Copy to the Director of Municipal Administration, Telangana,
Hyderabad.

Copy submitted to the Director of State Audit, Telangana,
Hyderabad along with a copy of Audit Report.

**AUDIT REPORT ON THE ACCOUNTS OF MUNICIPAL COUNCIL,
MIRYALGUDA, NALGONDA DIST FOR THE YEAR 2019 -20**

Name of the Auditors and Designation	1. Sri. R.Vinod Kumar Reddy, Asst.Audit Officer, 2. Smt. M.Renuka, Senior Auditor, 3. Sri. CH.Karunakar reddy, Senior Auditor, 4. Smt. M.Vindhya Rani, Senior Auditor, 5. Sri. M.Sudheer reddy, Junior Auditor, 6. Smt. J.Shiromani, Junior Auditor,	
Time taken for Audit	From:	15,16,17,18,19,20,21,23,24,25,26,27,28 of June and 6 & 28 of July-2020

The following persons held the Office of **Municipal chairperson of Municipal Council Miryalguda** during the period of audit.

The office of the Chairperson/Special Officer		For the period
1.	Smt. T.Naga Lakshmi,	1.04.2019 to 02.07.2019
2.	Sri.Jagannada Rao	03.07.2019 to 22.12.2019
4.	Sri.Rohit singh	22.12.2019 to 27.01.2020
3.	Sri. T.Bhargav	27.01.2020 to 31.03.2020

The office of the of **Municipal commissioner of Municipal Council Miryalguda** was held by :

Sl. No	Name of the MC	Period
1.	Sri. C. Satya Babu,	1.04.2019 to 12.08.2019
2.	Sri. K.Srinivas D.E. (I/C)	13.08.2019 to 19.11.2019
3.	Sri. CH. Venkanna	19.11.2019 to 31.03.2020

PROFILE OF THE INSTITUTION:

1.	Name of the Municipality	Miryalaguda
2.	Year of constitution	1984
3.	Grade of ULB	1 st Grade
4.	Extent	28.36 Sq. Kms
5.	Distance from capital	145 km
6.	No. of Election Wards	36
7.	Last Municipal Election conducted on	30-03-2014
8.	Council period begins from	03-07-2014
9.	Population as per 2011 census	109891
		Male Female
		56758 53133
10.	No. of House Holds	27165
11.	No. of notified slums/Non Notified/Total	36/0/36
12.	Slums/BPL Population as per 2011 census	45280/64512

GENERAL FINANCIAL REVIEW:

The receipts and payments for the year were shown in the Receipts & Payments statement together with the opening and closing balances. The opening balance in the cash book was in agreement with the closing balance of the previous year. The consolidated annual account was showing the closing balance of Rs. **19,21,24,482.44** as on 31-3-2020.

DETAILS OF THE CLOSING BALANCES AS PER RECEIPTS AND PAYMENTS STATEMENT AS ON 31-3-2020:

S. NO	DETAILS	MGF	CGF	TOTAL
1	Cash in Hand	49,06,076.00	0	49,06,076.00
2	Cash at Bank	5,00,86,535.72	13,71,31,870.72	18,72,18,406.44
3	Cheque in Hand	0	0	0
	TOTALS	5,49,92,611.72	13,71,31,870.72	19,21,24,482.44

FINANCIAL POSITION:

The resources of ULBs consist of grants and assistance from the Government of India (GOI) and the State Government under various schemes, loans from Financial Institutions (HUDCO etc.,) and own revenue generated through various Tax and Non-Tax collections. The tax revenue mainly accrues from property tax and taxes on advertisement, while non-tax revenue comes from water charges, encroachment fee, developmental charges, building fee, etc. The financial position of the ULB has been analyzed with reference to the figures provided in the budget as follows. Further during the year under audit, as the subsidiary registers were not produced, the actual receipts in respect of revenue were taken based on the annual account figures.

REVENUE RAISED:-

The tax revenue consists of property tax, water tax and advertisement tax etc. Tax on property is the main source which constituted the bulk of revenue receipts of Municipal Council during the year.

Sl.No.	Nature of Tax	Amount
1.	Property tax	6,44,86,834.00
2.	Water tax	59,87,901.00
3.	Advertisement tax	3,43,130.00
4.	Vacant land tax	63,429.00
5.	License fee	12,21,100.00
6.	Leases/Rents	35,21,316.00
7.	Mutation fee	30,54,058.00
8.	Permission fee	3,92,82,665.00
9.	Certificate fees	2,72,001.00

b) REVENUE RECEIPTS AND ITS ANALYSIS:-

The source of revenue receipts during the year was through (1) revenue raised by the Municipal Council (2) receipts from the state government towards share of entertainment tax, M.V. tax, land cess and surcharge on stamp duty etc (3) Grant-in-aid received from the Government.

Sl.No	Item of revenue	Amounts
1	Revenue raised by Municipal Council	
	a) Tax Revenue	6,48,93,393.00
	b) Non-tax revenue leases, fees and rents, etc.	5,58,64,477.00
	Total:	12,07,57,870.00
2.	Receipts from Government.	
	a) Entertainment tax	0
	b) Surcharge on stamp duty	75,34,500.00
	c) P.T.	0
	d) Population grant	0
	e) State Finance commission, SCSP, TSP	4,07,84,004.00
	f) 14 Finance commission	6,05,29,407.00
	g) Other Grants from State/central govt.	3,35,32,550.00
	Total:	14,23,80,461.00

1. **GENERAL FINANCIAL REVIEW AND BUDGET.**

The receipts and charges during the year are showing the abstract of Annual Account appeared together with the opening Balances and closing balances. The closing balance in the General fund cash book on 31-03-2020 is in agreement with the closing balance of Annual Account for the year 2019 -2020 the closing balance of all cash books on 31-03-2020 is in agreement with the balance of Treasury Pass books and bank pass books subject to the Bank reconciliation statement enclosed herewith.

Code no 1

2. **HUGE AMOUNT SHOWN AS SUNDRY DEBTORS IN ASSETS SIDE IN THE BALANCE SHEET — NEEDS ACTION TO REALISE IT IMMEDIATELY**

As verified the Balance sheet as on 31-03-2019, it is noticed that, a huge amount of Rs **4,60,36,000** was shown as sundry debtors in the assets side of Balance sheet. In this regard the adequate steps were not taken to collect the Taxes and other dues from defaulters. This shows the effect on development activities. Further it is observed that Accumulated provision against Debtors is not provided to face if any bad debts occurred due to fail in the collection of dues from defaulters.

Code no.1

3. **TAX COLLECTION BY-E-SEVA COLLECTION CHARGES NOT TAKEN INTO THE ACCOUNT – NEEDS ENTRY IN THE ACCOUNT:**

On verification of the Municipal DEABAS accounts it is observed that, the taxes and non-taxes pertaining to the Municipality were collected by the E-Seva / Mee-Seva Centres which are located at different places in the city. As per the norms of the E-Seva / Mee-Seva for each transaction an amount of Rs.5/-will be collected as commission/transaction charges. In the above said manner E-Seva /Mee-Seva Centres are collecting the amount and transferring the amount after deducting their commission/transaction charges to the Municipal Corporation. On observation of the accounts it is noticed that the E-Seva /Mee-Seva commission/transactional charges were not taken as expenditure instead of that only actual received amount from E-Seva Centre is taken by the Municipality.

The above transaction should be reflected in the accounts of Municipality to know the exact amount received from the individual/E-seva Centre and paid by the municipalities to E-Seva Centre. It may also create problems in arriving the DCB of the tax paid individual. So, early action is needed to correct the accounts of Municipality.

Code no 1

**4. OTHERS - UNCLASSIFIED ITEMS -HUGE AMOUNT RECORDED IN OTHERS
- NEED TO TRANSFER IN CONCERN HEADS - IMMEDIATE ACTION NEED
TO BE TAKEN :**

During the course of audit, it was observed that while entering the data in DEABAS, most of the income has been taken as Misc. Income i.e. others or unclassified items etc. The same shall be transferred to concerned heads duly rectifying the discrepancies.

The following amounts shown in annual accounts as other income - fees and unclassified items.

Sl.No	Account head	Name of the Account	General Fund		Capital Project Fund	
			Debit	Credit	Credit	Debit
1	1401206	Others	-	57,920	55,000	
2	3502024	Other employee deductions	3,08,988	4,15,490	---	
3	1401410	Other town planning receipts		25,000		
4	1402005	Other penalties and fines		13,016		
5	1404011	Other fees		41,990		
6	3502058	Other recoveries from contractors	10,783	14,727	1,74,980	29,64,951
7	2208000	Others	3,60,803			
8	1601011	Other grant			5,00,000	

CODE NO.3

**5. DIVERSION OF FUNDS-DIVERTED TO GENERAL ELECTIONS-NOT
REIMBURSED-NEEDS EARLY ACTION-Rs.45,00,000/-**

During the audit on verification of cash books, it was noticed that an aggregate amount of **Rs.45,00,000/-** was drawn and spent towards General Elections without any instructions/permissions from CDMA/Govt. The same amount was not reimbursed so far. When, the audit party sought clarification by the executive authority on the above matter vide HM Lr.No.04/2020-2021, dt:10-6-2020. No clarification was given by ULB authorities.

Early action would need to be taken in this regard for reimbursement of the above said amount. The loss if any caused in this regard to the municipal funds would need to be made good from the person or persons responsible

6. **HUGE OUTSTANDING BALANCE OF PROPERTY TAX —NEEDS TO BE COLLECTED RS. 2,16,90,000-00**

On verification of the Demand Collection and Balance statement as on 31.05.2020 it is noticed that an amount of Rs. **2,16,90,000-00** were shown as balance to be collected towards Property Tax.

The details of Property Tax Demand, Collection and Balances is as shown below

Amount in Lakhs						
Sl.No	Assessment Type	No. of Assessments	Demand (Arrear +Current)	Collection (Arrear +Current)	Balance	% Collection
1.	Residential, Non-Residential and Mixed	21711	690.70	657.28	33.42	98.80 %
2.	State and Central Govt. Buildings	513	178.52	39.67	138.85	24.57 %
3.	Others	1	44.63	0.00	44.63	0
	Total	22225	913.85	696.95	216.90	80.51 %

On observation of the above said statement it is noticed that, very less collection (only 22.22%) of property tax in respect of State and Central Government Buildings .

Early action would need to be taken to collect the above said amount from the defaulters.

Code:-07

7. **NON -COLLECTION OF VARIOUS DUES -NEEDS TO BE REALISED- Rs.2,97,26,000/-**

As verified from the Demand, Collection, Balances of Non -Taxes for the year 2019-20 of municipality, Miryalaguda, it is observed that heavy dues are pending as on 31.03.2020. it was noticed that the arrear demand register for the encroachments was not written up and produced to audit for verification. (in lakhs)

Non Taxes		Demand	collection	Balance
1	D&O Trade License fees	38.72	12.21	26.51
2	Water charges on Private properties	312.79	59.70	253.09
3	Encroachment Fees	12.68	3.52	9.16
4	Shoprooms rent	43.70	35.21	8.49
TOTAL		407.89	110.64	297.26

Hence action would need to be taken under intimation to audit.

**8. REVENUE-RENTS OF SHOP ROOMS AND OTHER ASSETS -BALANCES
TO BE COLLECTED-NEEDS EARLY ACTION-RS 23,88,898-00**

As verified from the shopping complexes files, for the year 2019-20 it is noticed that an amount of **Rs. 23,88,898 =00** was shown as balances to be collected towards rents of shop rooms and other assets as detailed below

Though the shops were leased out on monthly rent basis, many of the lessees are not paying rent regularly and the arrears kept uncollected for a long time. But no action was initiated by the concerned authorities, to vacate the default lessees, otherwise to collect the balances. However, non realization of dues causes' loss to the revenue of the institution hampers the developmental activities.

NTR SHOPPING COMPLEX SHOPS

Sl.no.	Shop no	Name of the allottee	Monthly rent	Arrears	Current	Total
1	3	B.Laxmaiah	1068	14952	12816	27768
2	4	K.Sailu	1068	3204	12816	16020
3	5	R.Vinay	2228		4456	4456
4	6	K.Sathish kumar	3972	71496	47664	119160
5	7	R.sathyanarayana	2228		8912	8912
6	8	R.sathyanarayana	2228		15396	15396
7	10	CH.Venkateshwarlu	2228		24508	24508
8	11	k.sreenivas reddy	3972		11916	11916
9	12	t.sreenivasu	1068		12816	12816
10	13	l.surya	1068		5340	5340
11	16	A.Ashok	1068		4456	4456
12	18	K.Shourie	2228		4456	4456
13	23	V.Sreenivas rao	1068		4272	4272
14	28	K.Venkata subba rao	2228		2228	2228
15	31	Bhavana rushi	2228		2228	2228
16	34	R.Bixam	1904		10156	10156
17	36	K.Janardhan	1068		3204	3204
18	40	Md.Saidoddhin	2228		4456	4456
19	45	N.Raghu	3565		39215	39215
20	46	G.Vidhya Sagar	8473		16946	16946
21	47	Ch.Srinivas	3565		14260	14260
22	54	T/Ramulu	2228	31192	26736	57928
23	57	D.Srinu	3565		3565	3565
24	61	Ch.Srinivas	3972	27804	47664	75468
25	62	M.Eshwaraiah	1904		7616	7616
26	64	R.Srinivas	5296		5696	5296
27	65	V.Srinivas	3972		27804	27804
28	66	V.Srinivas	3972	31776	47664	79440
29	68	G.Subba Rao	5296		15888	15888
30	71	B.Someshwar Rao	3565		10695	10695
31	73	G.Rangaiah	3565		10695	10695
32	74	Md.Anwar	2228		8912	8912
33	75	G.Adham	2228	31192	26736	57928
34	78	G.Ravinder	2228	160416	26736	187152
35	79	L.Suresh	2228		20052	20052
36	81	M.Srinivas	2228		6684	6684

37	82	Ch.Venkateshwarulu	8473		25419	25419
38	85	D.Srinivas	3565		10695	10695
39	87	Md.Ahmad Khan	3972		3972	3972
Total				372032	595346	967378

OLD MUNICIPAL COMPLEX

Sl.No	Shop No	Name of The Allotee	Monthly Rent	Period	Amount
1	I	V.Krishna Murthy	5332	7/2015 to 3/2020	303924
2	II	JMala Kondaiah	5332	3/2017 to 3/2020	197284
3	III	Gunda Srihari	5332	4/2017 to 3/2020	191952
4	IV	K.kanya Kumari	5150	4/2017 to 3/2020	61860
5	V	Ch.Venkaiah	5332	6/2019 to 3/2020	53320
6	VI	B.Narsimha	5332	6/2019 to 3/2020	53320
7	VII	Ch.Vishwanadham	5332	2/2020 to 3/2020	10664
8	VIII	Ch.Ramulu	5332	5/2018 to 3/2020	122636
9	IX	Ch.Manikyam	5332	10/2017 to 3/2020	154628
10	X	Ch.Dhananjaiah	5332	11/2016 to 3/2020	271932
Total:					1421520

NTR shopping complex shops= 9,67,378.00

Old municipal complex shops=14,21,520.00

TOTAL =23, 88,898

Hence necessary action would need to be taken to realize the balance amounts with penal interest as laid down in terms and conditions in lease files at an early loss caused if any in the matter would need to taken to be made good from the person or persons responsible and credited to municipal Funds

- Code no 9
9. **PROPERTY TAX - P.T LEVIED ON BUILDINGS AFTER THE EXPIRY PERIOD OF CONSTRUCTION WITHOUT PENALTY-PERMISSION ISSUED BY THE T.P.SECTION -REVENUE LOSS TO THE INSTITUTION- NEEDS RECOVERY-RS 12202/-**

During the course of audit in verification of ML Registers for the year 2019-20, it was noticed that some new assessments were taken into ML Registers for levying of P.T. without recording the completion date of the construction of the building/house. As seen from the ML Registers in audit it was noticed that only building application details was noted against the column .In audit it was observed that the following assessment was fixed P.T. after the expiry date of period for the construction of building. In the below assessments the revenue authorities fixed P.T. without collecting the renewal fee on building application/without penalty levied.

Sl. no	Assessment no.	Name of the owner	Building application			P.T. levied from	P.T. fixed	No of half years	P.T fixed with penalty
			No	Date	Expi red on				
1	104115738 90915457	M.Nandi vardhan reddy	G/201 /BA No.201 /MM/ 2013-14	8.11. 2013	7.11.2 016	1.4.20 19	745	5	3725
2		V.Janaki ram Reddy	G/374 5/BA No.316 /2012	10.4.2 012	9.4. 201 5	1.4.20 19	1211	7	8477
TOTAL								12202.00	

Hence, the loss any sustained by the ULB would need to be recovered from the person/persons responsible and made good to municipal funds.

Code no:-09

10. PROPERTY TAX-NO ADDITIONAL TAX WAS IMPOSED ON THE OWNERS OF THE BUILDINGS WHO HAVE ALLOWED THE INSTALLATION OF CELL TOWERS-NEEDS ACTION

In Circular Roc.No.23032/2013/E1-2, Dated: 09.11.2013, The Commissioner and Director of Municipal Administration have issued instructions to the municipalities to collect additional property tax from the house owners who have allowed installation of cell towers on their premises. No such property tax was imposed and collected from the owners listed below who have allowed the installation of cell towers on their building or vacant site in the Miryalguda Municipal Council. Action would need to be taken to impose additional property tax and collect from the owners.

Sl.no.	Name of the cell tower company	Name of the owner with address	Procedgs. no. and date of cell tower erection
1	Indus Tower	Inturi Mamatha, W/O Rama krishna Muthireddykunta, Miryalaguda	G/51/GT/2019- 20,Dt.30.07.2019
2	Indus Tower	Rallapalli.Yellamma vadderagudem	G/52/GT/2019- 20,Dt.30.07.2019

11. REVENUE SECTION -SHORT FIXATION OF PROPERTY TAX-DUE TO WRONG TAKING OF GAZETTE RATES -Rs-1967.70 -NEEDS EARLY ACTION

While verifying the Property Tax assessments, it was noticed that the property tax was fixed at lesser rates due to wrong taking of Gazette rates in the following assessments.

sl no	Name of the owner	Door No.	Nature of building	Zone	Floor/plinth area	Rate taken per unit	Rate as per gazette	Difference
1	Avula sathyanarayana	3-156/19	RCCP (commercial)	IV	GF/29.04	36	40	29.04*40-29.04*36=116.6
2	Gaddam lingaraju	29-142	RCC P(Residential)	II-B	GF,G+1/37.74	10	15	37.74*15-37.74*10=188.7
3	V.Venkateshwararao	29-162/A/25/1	RCC P(Residential)	III B	GF/99.2	10	15	99.2*15-99.2*10=496
4	M.Nandivardhanreddy	19-1027/4/16/3	RCC P(Residential)	IIB	GF/78.4	10	15	78.4*15-78.4*10=392
5	D.Hari	28-1063/4	RCC P(Residential)	IIB	GF/101.92	10	15	101.92*15-101.92*10=509.8
6	M.Sreenivasreddy	30-335/1	RCC P(Residential)	IV	GF/58.8	9	13.5	58.8*13.5-58.8*9=264.6

Hence action would need to be taken to work out the short assessed amount up to date and the deference amount may be recovered and credited to municipal general funds under intimation to audit.

12. D & O TRADES-LICENCE FEE ON BRANDY ,WHISKY,WINES ETC-NOT COLLECTED-NEEDS RECOVERY-84000/-

As per the gazette No.SI/2331/MM/2016, Dated 29.06.2016 of Miryalguda municipality, license fee under D&O Trades on brandy, whisky, wines etc should be levied @1% on bar license fee of the particular year in the municipal area irrespective of each shop. The CDMA Telangana issued instructions to all the municipalities in the state to take action for levy of license fee under D&O Trades with immediate effect.

But the authorities failed to collect the license fee from the Bar and restaurant as detailed below, which is a huge loss to the municipality.

Sl.no.	Name of the Bar and restaurant	2018-19	2019-20	Total
1	Vaishnavi	42000	42000	84000

Hence action would need to be taken under intimation to audit

Code NO.9

13. COLLECTION OF LICENSE FEE- CERTAIN IRREGULARITIES

During the course of audit as verified from License Fee Register, certain irregularities are noticed

1. License fee was collected without fixing the plinth area of shops.
2. There are number of schools and colleges are situated in the municipality limits, but the license fee for the same was not collected. Due to failure of the authorities to collect the License fee from these institutions causing huge income loss to the municipality.
3. There are number of hotels and lodges are situated in the municipality limits. But, the authorities are collecting license fee from only few. Due to non production of the information of total Hotels and Lodges existing in the municipality, the genuineness of the collection of the license fee could not be certified in audit.
4. There are number of Hospitals, Nursing homes, Clinics and Diagnostic centers are situated in the municipality limits. But, the authorities failed to collect the fee from these trades even though the license fee was fixed @5000 per hospital , @2000 per Diagnostic centers ,@1000 per Optical as per the gazette No.SI/2331/MM/2016, Dated 29.06.2016 of Miryalguda municipality.

Hence action would need to be taken in this regard, under intimation to audit

Code No.9

14. VACANT LAND TAX NOT LEVIED NEEDS ACTION .

The vacant land tax under the section 85 (3) of A.P. Municipal Tax act 1965 was not levied. The vacant lands within the limits of the L\ULBs are to be taxed based on certain criteria. The vacant lands are identified and assessed for fixation of a vacant land tax, which is levied on the owner of the particular vacant land by the Revenue Section of the ULB The main functions/ processes of the Revenue Section with reference to Vacant Land Tax are as follows:-

- Receipt of application for assessment, inspection, processing of the application.
- Issue of notice to owner of Vacant Lands.
- Assessment of the Vacant Land Tax (@ 0.20% on present Market rate)

- Issue of demand notices.
- Collection of taxes and maintenance of the Records (DCB)
- Receipt of application for title transfer, inspection, processing and recording of title transfer and collection of title transfer fee/Mutation charges.

As per Circular (C. No. 018/13th FC/CDMA/201,dated16-10-2013) issued by the CDMA , Vacant Land Tax to be levied on the Capital value of lands as fixed by the Registration Department as per Rule 8 & 9 of Municipalities Assessment of Tax Rules.

As verified from the record the following discrepancies were noticed.

1. The land owner approaches for a building permission then only they are calculating the vacant land tax.
2. The details of vacant plots in the authorized and unauthorized layouts when called for were not furnished to audit.

Code No.9

15. SECURITY DEPOSITS - NON OBTAINING FROM THE PERSONS HANDLING CASH :

According the Article 276 of Financial code Volume-I, security bonds are to be obtained from the person/ individuals who are entrusted with cash handling work (depositing cash in Banks, withdrawal from Banks, and other cash, deposit transaction related) by the executive authority. But no such security deposits were obtained from those who were handling the cash. In absence of the same the Executive Authority has to be held responsible for any miss-use of cash transactions. Therefore immediate action needs to be taken to obtain the security bonds to ensure security to the money being handled by them.

Code No.9

16. NON - ISSUANCE OF OCCUPANCY CERTIFICATE AND CONSEQUENTIAL LOSS:

Occupancy certificate shall be mandatory to all buildings and unless such certificate has been granted by the sanctioning authority, no person shall occupy or allow any other person to occupy any building or part of building. The property owners consequent upon completion of the construction have to intimate the municipality of the same in the prescribed proforma to facilitate the ULB to issue occupancy certificate and levy of PT. It was observed that there was no such in enforcing the provisions laid down, Government have issued G.O.Ms.No.168 MA& UD (M) Dept dated:07.04.12 and as per Rule 26(d) the rate of compounding fee shall be equivalent to 100% of the value of the land as fixed by the Registration Department at the time of compounding for the violated portion as the files concerned were not

produced to audit, the observance of the rules issued in the G.O. by the ULB could not be checked in audit.

Further clause - of - under Rule 26 of G.O.Ms.No. 168 MA & UD (M) Dept. Dated : 07.04.2012 the functional line agencies shall not give regular connections of power, water, sewerage etc unless such occupancy certificate is produced or alternatively may charge three times the tariff till such time occupancy certificate is produced. It was noticed in audit that in most of the cases they said connections were given even without issuing the O.C. and normal tariff are charged.

Hence action would need to be taken under intimation to audit.

Code No.9

17. CAR HIRE CHARGES PAID TO CHAIR PERSON — AUTHORITY NOT POINTED OUT —IRREGULAR- RS 3,96,000-00

During the audit period for the year 2019-20, it is noticed that, an amount of Rs 3,96,000-00 was paid to Municipal chair person towards car high charges.

As per G.O.Ms No 61 Municipal Administration and urban development (CI) Department dated 24-03-2015 Honorarium including Conveyance Allowance payable to the chair person in the State as below

First Grade Municipality Chair person Rs 12,000/P.M

In this Municipality the car hire charges were being paid along with honorarium detailed below. The car hire charges were paid under which authority is not pointed out to Audit. This is irregular.

Therefore the entire amount of Rs. 3, 96,000.00 is held under objection. The ratification orders may be obtained from the competent authority for this expenditure or an amount needs to be recovered from the persons responsible under intimation to audit.

Code No.9

18. PAYMENT OF SALARIES OF LAST GRADE EMPLOYEES FROM GENERAL FUNDS IS IRREGULAR- NEEDS REIMBURSEMENT -Rs. 67,07,693.00

During Audit for the period 2019-20, it is noticed that an amount of Rs. **67,07,693.00** were paid towards the last grade employee salaries(12) from general fund, even though the municipal employees salaries are being paid through treasury under 010 head from 01-04-2009 onwards.

In Miryalguda Municipality (39) Last Grade employees are working out of (39) Last Grade employees (26) Numbers were regularised and getting Wages (010) from Treasury for the month of 02/2018

As per Act 2 of 1994 all NMRs those who have completed five years of service as on 23-11-1993 either is to be regularised or to be terminated.

But in this municipality the L.G employees are continued by violating the act 2 of 1994. Hence an action may be taken to regularise the L.G.Employees because of they have been completed five years service as on cut of date.

Therefore Action would need to be taken to reimburse the above said amount from government and credited to municipal general fund.

Code No.9

19. NON COLLECTION OF BULK GARBAGE CHARGES —NEEDS IMMEDIATE ACTION

During the course of audit on the accounts of Municipal Council Miryalguda for the year 2019-20, on verification of the records it is noticed that as per Sanitation campaign guidelines, the Municipal body is required to collect bulk garbage charges from the eating Establishment, Hospitals, Diagnostic Centers, Clinics, Function Halls, Lodges etc., since these establishments generate garbage in large quantities. The Bulk garbage charges are to be collected as per the Bed Strength in respect of Hospitals/Clinics/Nursing homes and Flat rate as assessed by the Municipal body in respect of Cinema hall/Places of Entertainment, Hotels etc.

Further, it is noticed that Municipality was not collecting any bulk garbage charges from the above said establishments that generate huge garbage. Due to non-collection of bulk garbage charges the Municipality is foregoing the legitimate revenue which can be utilized for sanitation and garbage clearance activity, as crores of rupees is being expended by the Municipality towards garbage lifting, sanitation etc.

Immediate action would need to be taken to collect the Bulk Garbage charges from the above said establishments under intimation to Audit.

Code no.9

20. INFORMATION NOT FURNISHED REGARDING PROPERTY TAX -NEEDS TO BE MAINTAINED

The Revenue Officer/Revenue Inspectors and Bill Collectors shall in their capacities to undertake field visits within their jurisdiction for detection of any un-authorized constructions and other properties which were yet to be identified and brought under the property tax net. The property tax shall be levied for every half year and it is the duty of the assesses to pay it within 30 days after the commencement of each half year i.e.30th April/31st October. In this regard the records of such visits or any details of properties identified were not maintained in this municipality. Loss if any sustained by the institution due to non collection of tax within

time specified as per Municipal Act, Executive Authority will have to be held responsible.

CODE NO 9

**21. TRADE LICENSE FEE NOT IN ACCORDANCE WITH THE TRADE
LICENCE GAZETTE NOTIFICATION-NEEDS COLLECTION-RS
3,56,000=00**

As verified from Trade License Fees demand register, collections are made for 57 types of trades only. But as per Gazette notification No.SI/2331/MM/2016, Dated 29.06.2016, there are 59 types of Trades for collection of trade license fee. The reasons for deviation in collection were not explained to audit. Hence the Executive authorities of the Miryalguda Municipality have to take necessary action for collection of all types of Trade License Fees which were mentioned in the Gazette notification. In view of the above, the loss if any sustained to municipal funds in omission of identification of trades i.e. Hospitals, Nursing Homes, Clinics, Diagnostic centers etc may brought to light in future. That will be recovered from the person or persons responsible and made good to the municipal funds.

LIST OF HOSPITALS AND NURSING HOMES

Sl.no.	Name of the hospital	License fee
1	Sri Venkateshwara Nursing Home	5000
2	Sreenivasa Nursing Home	5000
3	Ankitha Nursing Home	5000
4	Pillala Hospital	5000
5	Gandhi Hospital	5000
6	Parijatha Hospital	5000
7	Sree Sai Nursing Home	5000
8	Sree Balaji Nursing Home	5000
9	Sreedevi Nursing Home	5000
10	Adithya Care Center	5000
11	Dr.V.Sreenivasulu	5000
12	Annapoorna Nursing Home	5000
13	Dharani Nursing Home	5000
14	Sree Rama Children Hospital	5000
15	Sree Sai Sreenivasa Hospital	5000
16	Mamatha Nursing Home	5000
17	Sree Venkata Krishna Nursing Home	5000
18	Lalitha Nursing Home	5000
19	Dr.M.Yadava Kumar	5000
20	Hyma Hospital	5000
21	Sree Ganesh General Hospital	5000
22	Sre Sai Venkateshwara General Hospital	5000
23	Sree Saritha Hospital	5000
24	Sarojini Nursing Home	5000
25	Vasanthi Hospital	5000
26	Swapna Children Hospital	5000
27	Rithika Hospital	5000
28	Archana Children Hospital	5000
29	Uma Clinic	5000
30	Madhavi Clinic	5000

31	Sree Nethralaya Eye Hospital	5000
32	Akshaya Eye Hospital	5000
33	Pragathi Surgical Clinic	5000
34	Maithri Dental Hospital	5000
35	Swetha Eye Hospital	5000
36	Sree Sai Dental Hospital	5000
37	Venkata Padmavathi Dental Hospital	5000
38	Shila Prasada Rao Skin Hospital	5000
39	Abhisai Hospital	5000
40	Vamshi ENT Hospital	5000
41	Prasad Chest Hospital	5000
42	Laxmi Sai Modern Maternity Hospital	5000
43	Sai Sugunahomeo Clinic	5000
44	Sree Sai Indian Dental Hospital	5000
45	Sreekala Dental Hospital	5000
46	Uma Homeo Clinic	5000
47	Sree Venkatakrishna poly Clinic	5000
48	Kranthi Eye Hospital	5000
49	Udaya Eye Hospital	5000
50	Happyteeth Dental Hospital	5000
51	Kalyani ENT Clinic	5000
52	Sree Krishna Physiotherapy Clinic	5000
53	Prashanthdental Hospital	5000
54	Shantha ENT Hospital	5000
55	Dr.PRK Bhargav	5000
56	Keerthi Ortho Hospital	5000
57	Sree Sreenivasa ENT Hospital	5000
58	Sreshta Scanning Center	2000
59	Sree Sathya Parameshwari Ortho Hospital	5000
60	Vamshikrishna ENT Hospital	5000
61	Sree Sai Ortho Hospital	5000
62	Durgashankar Ortho Hospital	5000
63	Sai Scanning Center	2000
64	Rushika Scanning Center	2000
65	Peoples Scanning Center	2000
66	Sathish Diagnostic Center	2000
67	Karthikeya Diagnostic Center	2000
68	Sri Surya Diagnostic Center	2000
69	Yashoda Diagnostic Center	2000
70	Suguna Physiotherapy Clinic	5000
71	Sree Surya Hospital	5000
72	Sri Tirumala Sreenivasa Hospital	5000
73	Varun Eye Hospital	5000
74	Care Super Speciality Hospital	5000
75	Jyothi Hospital	5000
76	Smile Dental Hospital	5000
Total		356000

22. NON-DEDUCTION TOWARDS PROFESSIONAL TAX FOR THE WORKS CONTRACTORS :

As per the first schedule of A.P. tax on professions, trades, calling and employment act, 1987, contractors falling in the following categories have to pay professional tax as mentioned below.

Sl.No.	Class of Contractors	PT to be paid per annum
1	Special Class & Class-I contractors	Rs.250
2	Class-II Contractors	Rs.150
3	Class - III contractors and below	Rs. 50

It was observed during the scrutiny of the records that payment of Professional Tax was not being made directly by the Municipality Contractors to the Commercial Taxes Department at the above rates every year and no deduction in this regard is being affected by the Miryalaguda Municipal Council authorities from the contractors for crediting the PT to the Commercial Taxes department. Non-bestowing of proper interest on the matter in spite of huge recurring loss of revenue to the Government due to non-payment of the professional tax by the contractors was not in order.

Immediate action needs to be taken for effecting recovery towards professional tax at the above rates in the work bills to be paid in future or for giving instructions to all the contractors registered with the Municipality for making payment of arrears of professional tax from the date of their registration as municipality contractors or date of coming into force of the APPT Act, 1987 whichever is earlier to the Commercial Taxes Department and submitting receipts under intimation to audit.

23. VIOLATION OF RULES IN WORKS

During the course of audit on the accounts of Municipal Council Miryalguda for the year 2019-20, on verification of the Works bills it is noticed that the below mentioned rules were not followed in many instances.

1. *As per APPW 'D' code Para 174 & TSFC code article 166- Ordinarily no work shall be started without a formal agreement or contract sanctioned by a competent authority. But, in few works Agreements were made after work started.

2. *As per TSFC article-197 & G.O.Ms No.1007 TR&B(C.1)) Dept. Dt: 05.11.1976 & G.O.Ms No.292 TR&B (C.1) Dept. Dt:08.09.1980 - A Revised Estimates / Work slip for a work shall be sanctioned as per powers delegated (i.e. up to 5% EE, 10% by SE and 15% by CE ,after excluding the Tender Excess if any). This

may be observed and the variation be explained fully and clearly in the Revised Estimates / Work slip.

A RE/WS is necessary where there is variation compared to the Original Estimate, even if it be by way of reduction in the quantities by way of substantial variations in quantities or in the value of the estimate, etc., because the said +/- variations have to be explained in the RE/WS or Completion report as the case may be, by the competent authority as per paras 214 and 215 of PWD code. Excess quantity of work was done over the agreed quantity.

3. EOT- Extension of Time-As per TSDSS-PS-59 -the contractor is entitled for Extension of Time, if the work is delayed on account of departmental default whatsoever, to the extent of the time actually lost plus 25 % thereon. No claim for compensation is admissible on account of department delay. But, Works were completed in delay without the sanction of EOT.

4. LDC- Liquidatory Damage Charges - As per TSDSS-PS-60(a)-if the contractor is unable to maintain the rate of progress stipulated in the agreement, the EE shall give a notice to this effect and the contractor not complying with the notice of the EE within seven days of receipt of such notice, the EE can determine the contract with forfeiture of EMD, FSD and value of work done but not paid as shall be assessed by the EE. Any rank higher in rank to the EE may waive this penalty. But, LD clause not invoked incase of delay.

5. DMF & SMET not deducted and remitted .

DMF- As per G.O.M.S.No.38 Ind & Comm(Mines-1) Dt:31.05.2018 Para No.13.01.04.03. An amount equivalent to **30%** on Seigniorage fee shall be recovered by the Govt. Eng/ Consuming Dept along with the Seigniorage fee from the contractor bills on the quantity of minor mineral consumed in the construction and remitted to DMF account for any Eng. works entered agreement for execution on or after 1st April-2018.

SMET- As per G.O.M.S. No.10 Ind & Com (Mines-1) Dept., Dt:26.02.2016.Rule5 read with G.O.M.S.No.71 Ind & Com(Mines-1) Dept Dt:30.11.2016 amended Rule **3(a)**-An amount equivalent to **2%** on Seigniorage Fee shall be recovered by all the Govt. Eng. Dept., implementing from the contractor bills, and remit to the S.M.E.T

Hence action would need to be taken to rectify the above issues under intimation to audit.

24. TOWN PLANNING – REGISTER OF COMPLETION – NOT PRODUCED

As per Ap revised Building rules 2008 "Occupancy certificate will be mandatory for all buildings. No person shall occupy or allow any building or part of a building for any purpose unless such building has been granted in occupancy certificate by the sanction Authorities. The details of the same were not produced to audit.

The number of buildings completed during the particular year has to be sent to Revenue Section. During the course of audit for the year 2019-20, the relevant register and connected files for the same were not forthcoming.

25. D&O TRADES - ORDER COPIES OF NEW LICENSES ISSUED DURING THE YEAR UNDER AUDIT - NOT PRODUCED TO AUDIT - NEEDS ACTION :

During the course of audit, it was informed that many new licenses have been issued to the traders during the year under audit. But, the connected files containing traders request applications, sanction orders and copies of licenses issued etc., were not produced to audit for verification. In the absence of the same, the correctness of the entries recorded in the Demand registers regarding new licenses could not be ascertained in audit. Hence Action would need to be taken to produce the relevant files for verification in audit.

26. REVENUE SECTION -SOME OF THE ASSESSMENT FILES NOT PRODUCED -NEEDS ACTION

During the course of Audit on the accounts of Municipal Council Miryalguda for the year 2019-20, The following assessment files were not produced to audit. Hence the correctness of assessment of property tax could not be certified in audit. Therefore action would need to be taken to produce the same in audit or else the loss any sustained would need to be assessed and made good from the persons or persons responsible.

Sl.no.	Name of the assessee	Address	Concerned Revenue inspector
1	A.Sreenivasulu	19-1027/4/79 Bapuji nagar	MA.Raheem
2	G.Khajavali	32-158 Ramachandra gudem	MA.Raheem
3	B.Buchi reddy	19-895/3 Reddy colony	MA.Raheem
4	A.Bharathi	32-73/1 Ramachandragudem	MA.Raheem

5	Shaik Kousar	34-364/92 chinthapally	MA.Raheem
6	S.Renuka	Vidhya nagar	MA.Raheem
7	D.Chammi	Vidhya nagar	MA.Raheem
8	All the assessment files	1-17 blocks	E.Ravi Kumar

CODE NO 11

**27. LAW CHARGES PAID-CONNECTED SUIT REGISTER NOT PRODUCED-
EXPENDITURE INCURRED RS.25000/--HELD UNDER OBJECTION**

During the course of Audit on the accounts of Municipal Council Miryalguda for the year 2019-20, it was observed that a sum of Rs 25,000/- was drawn and paid towards the legal charges but the connected suit register was not available for verification.

Due to non production of suit register, it could not be verified in audit whether the following procedure prescribed for maintenance of suit register was followed or not.

1) That all the suits to which the institution was a party were entered in the register.

2) That separate pages were allotted for each suit and that appeals were entered separately giving a cross reference to the original suit

3) That the expenditure incurred on a suit was entered with full details in the appropriate columns of the register

4) That advances made to advocates and their adjustments on the receipt of detailed bills was written up against the suit concerned

5) That particulars regarding results of this suits, the sum decreed towards suits costs were noted in the appropriate columns of the register

5) That recoveries made were also noted in it.

6) That decrees were not allowed to become time barred and that execution petitions have been filed in time.

Code No.11

**28. MAINTENANCE OF VEHICLES - REGISTERS (RELEVANT) NOT
PRODUCED-LOG BOOK NOT PRODUCED - Rs. 73,69,347.00 HELD
UNDER OBJECTION :**

During the audit it was observed that an amount incurred towards Petrol/Diesel oils for municipality vehicles during the year is Rs. 73.69.347.00. Vouchers were allowed only with the bill of the Petrol Bunk

(M/s Srinivasa Agencies). No records to support these bills neither enclosed to the vouchers nor produced to Audit.

Since, the connected records like Log Books, Maintenance registers were not produced to audit, the genuineness of the expenditure incurred could not be admitted in audit.

Hence, reasons may be explained for non maintenance of the records in respect of the vehicles along with the steps initiated to stop the pilferages in future. Passing of bills without supporting log books and relevant trip records amounts to incorrect admission of bills. Reasons for passing the bills without supporting evidence were called for.

Code No.11

29. STOCK REGISTERS NOT PRODUCED:

The following important stock registers were not produced for verification in audit. In the absence of these registers the opening balance of the material, purchases made during the year, utilized, issued balance could not be verified in audit.

As per the rules, the stock register should be maintained with details of opening balance of materials, purchase of material, issued, utilized and balance day by day should be maintained.

In the absence of these registers, the stock opening balance, received, utilized, necessity of purchases, utilization balance could not be certified in audit.

Losses if any sustained due to any irregularities noticed later, the same would need to be made good from the person (3) responsible.

Electrical goods stock register
Engineering stores stock register
Public Health Stock register
Public Water Supply Stock registers

And all other stock registers pertaining to Engineering, Planning, Main office, R.O. section, education sections etc.

Code No.11

30. MONTHLY LISTS AND REVISION PETITIONS OF PROPERTY TAX NOT PRODUCED:.

Under section 93 & 94 of the TS Municipalities Act, every Municipality shall levy property tax including Education tax and Library cess subject to a maximum of 25% of the Annual Rental Value in case of residential Buildings and @ 33% of Annual Rental Value in respect of Non-Residential Buildings except those exempted under the provision of the act or any other law. Assessment Registers should be prepared based on the General Revision Lists submitted by the Bill Collectors, Revenue Inspectors etc.

The registers of monthly lists for the year 2019-20 from the outdoor subordinates were not obtained and produced during audit. Hence the correct number of new assessments and amount raised could not be arrived at. Since the Monthly Lists were not produced, the correctness of the Demand fixed for the year 2019-20 could not be verified during audit. Consequently the receipt figure in the annual account could not be cross checked with that of the final abstract figure in the property demand register. The loss of any in this regard would need to be recovered from the person or persons responsible and made good to Municipal Funds.

Code No.11

31. GRANTS RECEIVED DURING THE YEAR 2019-20- UTILISATION CERTIFICATES WERE NOT FURNISHED.

As per Article 211 - A (2) of A.P.Financial code vol. 1 it is the responsibility of the Grants received authority to render the accounts in the prescribed proforma duly getting them countersigned by the District Audit Officer, State Audit, Nalgonda. But no utilization certificate was furnished by the commissioner Municipal Council for various grants received during the year 2019-20 for onwards submission to the grants released authority.

Early action would need to be taken to furnish the utilization certificate to the District Audit Officer.

Code no.18

32. SPECIAL NOTICES ISSUED-RECORD WERE NOT MAINTAINED

In cases of all new and additional assessments made during the financial year were entered in the e-suvidha package and the special notices of demands fixed were obtained from the package and the same were said to have been issued through the bill collectors concerned to the property owners. But there was no assurance in audit that all the notices were issued in time by the bill collectors concerned. The special notice number and the date of issue had to be entered in the M.L. at column No.45 and 46 respectively but the details were not being entered in the M.Ls in majority of the cases. Further the revenue section of the ULB did not maintain the copies of the special notices obtained from the package. In the absence of the same the correctness of the demand fixed and timely issuance of the same could also be not verified in audit.

Code no.18

33. FOOD ADULTERATION CASES NOT FILED-FAILURE TO DISCHARGE OBLIGATORY FUNCTIONS UNDER RELEVANT RULES-NEEDS ACTION

It is the primary and obligatory duty with the Sanitary Inspectors working under Municipality to file the Food Adulteration cases. The Sanitary Inspectors would need to conduct physical survey in every month on Hotels, Sweet shops and other edible food stuff centers especially in epidemic break seasons.

They have to maintain the records and furnish monthly survey report before the council for discussion and onward submission to the DMHO and preventive of food adulteration authorities.

Though many provisions made under food adulteration act, no single case was filed by Sanitary Inspectors during the year.

Hence, Action would need to be taken under intimation to audit.

Code.No.18

34. COMPOST SALES NOT CONDUCTED - COMPOST STOCK REGISTER NOT PRODUCED.

The Stock Register of compost was not produced to audit for verification. Similarly sale of compost was not conducted during the year 2019-20. The Stock Register of compost would need to be produced. Any loss caused in this regard would need to be made good from the person or persons responsible.

code no.18

35. REVENUE SECTION-BYE LAWS NOT PRODUCED-NEEDS ACION

During the course of audit it was noticed that, Miryalguda Municipality is adopting the property tax assessment rates as per the gazettes as detailed below

1. Gazette No.68/22.03.2002-----For Residential buildings
2. Gazette No.308/16.09.2007-----For Non-Residential buildings
3. Gazette No.1085/27.02.2015---For all buildings in newly merged villages

But the bye-laws/authority for adopting different Gazette rates for different types of properties in the area was not produced to audit for verification. In the absence of the same the correctness of the rental values fixed for sq meter in the assessment could not be verified in audit.

36. PURCHASES MADE WITHOUT FOLLOWING THE RULES LAID DOWN FOR THAT PURPOSE:

For invitation and disposal of tenders relating to the supply of materials, goods, etc., there shall be prepared annually an estimate of items like stationery, printing articles required for public health sections for sanitation purposes, clothing to be supplied to the members of the P.H. establishment, articles for engineering section, lighting articles and food for live stock and the estimate shall be approved by the competent authority before tenders are invited.

Under Rule 5 of the said rules the Commissioner shall arrange for the proper maintenance of a stock account in such form as may be prescribed by the Government from time to time and for such form as may be specified in the headings therein as well as for all forms of tickets printed for use in departmental collection of revenue. The correctness of the stock account of forms shall be verified at the end of every half year by the Commissioner.

But, during the course of audit, it was noticed that the prescribed procedure was not followed in as much as the preparation of estimates for the annual consumption of various items and the stock accounts were either not maintained or maintained improperly. The Commissioner or his authorized representative did not verify the stocks at the end of half year or at the end of the financial year and the annual physical verification certificate was not forth coming in audit. The files relating to purchases were also not produced to audit in full shape. The executive authority would need to take effective steps to comply with the said rules for all purchases to be made and produce the connected records to audit for verification.

37. ASSET MANAGEMENT - NOT PURSUED - IMMEDIATE NEED FOR PURSUASION:

All Urban Local Bodies are required to maintain separate registers for movable and immovable assets as per the orders issued in G.O.Ms.No.1512, Local Administration, and Dated 5-8-1948.

Miryalguda Municipal Council is endowed with large and varied assets. It should be ensured that the resources are used in the most optimum and efficient manner. However, it was noticed in audit that the Miryalguda Municipal Council failed to maintain an assets register and produce to audit.

An asset register must be maintained ensuring that all the physical assets held by it were faithfully entered in it and it will facilitate and

secure the physical control and security of these assets provide information and values for insurance and accounting purposes facilitate the provision of detailed statistical information like numbers, location etc.

All new purchases of assets and the value addition due to improvements should be captured in the asset register including the gifted assets that become the property of the Council.

The external sale, write off or scrapping of any asset has to be recorded in the asset register showing the disposal of any asset.

The transfer of ownership from one section to another was done properly or not would need to be watched.

A periodical inspection of the assets by the heads of the sections would need to be conducted to check the accuracy of the details held in the asset register.

In the absence of assets registers showing all the above, it could not be held in audit that the Miryalguda Municipal Council is pursuing a sound policy of asset management. The Council has to evolve a system of asset management on a scientific basis to safe guard the assets and provide for periodical valuation of assets and to give necessary treatment in the accounts by allowing depreciation of assets as per the norms and to secure the assets from encroachment and to watch that the assets are utilized in an optimum way so as to minimize maintenance costs and realize maximum benefit from the assets owned by it.

Code No.18

38. NON MAINTENANCE OF REGISTERS PRESCRIBED IN THE MANUAL

The prescribed maintenance of the registers and forms, which were detailed in Annexure 2. The formats of the books, registers and forms referred to in Table 4.1 of Chapter 4 need to be maintained. But, it was observed that all the registers and forms were not maintained contrary to the instructions contained in the manual.

Code No.18

39. REGISTERS NOT MAINTAINED

The following registers were not maintained and produced to audit for verification at the same may be maintained and produced to audit at an early date.

Misc. Demand Register
Contingency Register.
Mutation register
Register of revenue yielding properties
Register of appropriation register
Register of Service Register.
Register of pump sets and submersible pump sets.
Register of Revenue yielding properties

Register of Advance recoverable
 Register of movable and immovable properties
 Register of tools and plants
 Register of Serviceable articles
 Register of Engg. Materials
 Register of Library cess
 Register of unauthorised constructions
 Register of Library reference Book
 Register of Receipt of Grants - in - Aid and submission of U. Cs.,
 Register of write off and remissions
 Register of Transfer entries of budget and A/A/G
 Register of Mortgage and deeds
 Register of Stock Register of materials site
 Register of petty cash book.
 Register of Loans
 Stock Register of Stationery, PH materials & other
 Register of prosecution
 Register of Contractors.
 Government offices located in private building and paying rent to owners - registers
 Register of buildings exempted from the payment of property tax

40. COMPLIANCE OF AUDIT OBJECTIONS BY THE COMMISSIONER:

According to instructions issued in G.O.Ms.No.874, M.A., dt.13.11.1987 the Audit Report and replies to Audit Report shall be placed before Municipal Corporation and the replies submitted to the Director State Audit with a copy of resolution approving the replies for the consideration for the waiving of the objections. The Commissioner has not taken any interest to follow the Government orders issued in the said order for settlement of audit objections is brought to the notice for necessary action.

As per Rule (9) of the rules contained in Telangana State Audit Act 1989 (Act No.9 of 1989) Replies to the Audit Objections raised in the Audit Reports have to be submitted within 2 months from the date of receipt of the Audit Report but the replies were not received to audit objections raised during different audit years as shown in below table till date. Hence, early action should be taken for submission of replies.

Sl.No	Year	No of Objections	Amount involved Rs
1.	2012-13	2	1217450
2.	2013-14	3	1295772
3.	2014-15	2	68653
4.	2015-16	1	0
5.	2016-17	2	18684
6.	2018-19	37	27242557
	Total		29843116

41. RECEIPTS AND CHARGES.

The gross receipts and charges during the year were Rs.31,13,11,201.00 and Rs.32,88,32,909.50 Respectively.

42. OBJECTIONS PENDING :

(38) No of audit objections involving an amount of Rs. 7,32,32,108.00 for the year 2019-20 were pending for settlement.

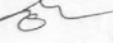
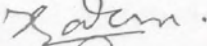
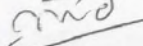
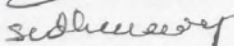
43. RESULT OF AUDIT

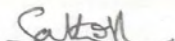
The general result of audit may be considered as satisfactory.

Audit Disclaimer Certificate:

The audit report on the accounts of Municipal Council Miryalaguda of Nalgonda District for the year 2019-20 has been prepared based on the information furnished and records made available by the Executive Authority concern. The office of the District Audit Officer Nalgonda and the auditor, who audited, disclaims any responsibility for any information and/or misinformation on the part of the auditee organization.

Auditors

1. 
2. 
3. 
4. 
5. J. Sivamani


DIST.AUDIT OFFICER
STATE AUDIT::NALGONDA.

ABSTRACT

Sl.no.	Para No.	Code	Objection Amount	Sl.no	Para No	Code	Objection Amount
1	2	1	0	24	25	9	0
2	3	1	0	25	26	9	0
3	4	1	0	26	27	11	0
4	5	3	4500000	27	28	11	7369347
5	6	7	21690000	28	29	11	0
6	7	7	29726000	29	30	11	0
7	8	7	2388898	30	31	11	0
8	9	9	12202	31	32	11	0
9	10	9	0	32	33	11	0
10	11	9	1967.70	33	34	11	0
11	12	9	84000	34	35	11	0
12	13	9	0	35	36	18	0
13	14	9	0	36	37	18	0
14	15	9	0	37	38	18	0
15	16	9	0	38	39	18	0
16	17	9	396000				
17	18	9	6707693				
18	19	9	0				
19	20	9	0				
20	21	9	356000				
21	22	9	0				
22	23	9	0				
23	24	9	0				
				Total	38		7,32,32,108.00