

**ITEM NO. 18 (O-4)**

1. **Name of the subject/project**

Audit Comments on Monthly Accounts for the month of July 2006.

2. **Name of the Department/Departments concerned**

Office of the Chief Auditor.

3. **Brief history of the subject/project**

Sub-section Section 59(1) of the NDMC Act 1994 envisages that the Chief Auditor shall conduct a monthly examination and audit of the accounts of the Council and shall report thereon to the Chairperson, who shall publish monthly an abstract of the receipts and expenditure of the month last preceding signed by him and by the Chief Auditor. As contemplated in above provisions of the Act, Audit comments on Monthly Accounts are prepared along with Monthly Abstracts of Receipts and Expenditure for information of the Council. **(See Booklet)**

4. **Detailed proposal on the subject/project**

Draft Agenda item on Audit Comments on Monthly Accounts for the month of July,2006 (enclosed as a separate booklet) highlighting excess expenditure and receipts over budget provision, non-maintenance of records relating to Suspense Accounts, difference in the books of Compilation and Cash Branch, non-accountal of amount of dishonoured cheques in books, non-remittance of Cess charges and irregularities in Bank Reconciliation Statement.

5. **Financial implications of the proposed project/subject**

Nil.

6. **Implementation schedule with timelines for each stage including internal processing**

Not Applicable.

7. **Comments of the Finance Department on the subject**

Not Applicable, since Draft Agenda Item incorporates Comments on Monthly Accounts as part of Statutory Audit function envisaged in NDMC Act, 1994.

8. **Comments of the Department on comments of Finance Department**

Not Applicable.

9. **Legal implication of the subject/project**

Nil.

10. **Details of previous Council Resolution, existing law of Parliament and Assembly on the subject**

Till date seven Agenda Items have been laid in the Council on the Monthly Accounts. The details of previous Council Resolutions are as under:-

<b>S.No.</b>	<b>Resolution Number and date</b>	<b>Details of Monthly Accounts</b>
1.	Item No.9(C5) dated 8.02.05	12 Monthly Accounts for the year 2002-03
2.	Item No.10(06) dated 8.02.05	12 Monthly Accounts for the year 2003-04
3.	Item No.8(0-7) dated 3.03.05	03 Monthly Accounts for the period April-2004 to June-2004
4.	Item No.5(0-2) dated 22.07.05	03 Monthly Accounts for the period July-2004 to September 2004
5.	Item No.7(0-3) dated 28.09.05	03 Monthly Accounts for the period October-2004 to December-2004
6.	Item No.7(0-4) dated 23.11.05	03 Monthly Accounts for the period January-2005 to March-2005
7.	Item No.9(0-2) dated 15.12.06	12 Monthly Accounts for the period April 2005 to March 2006
8.	Item No.6(0-1-) dated 20.06.07	Monthly Accounts for the period April-June 2006

11. **Comments of the Law department on the subject/project**

Not applicable, since Draft Agenda Item incorporates Comments on Monthly Accounts as part of Statutory Audit function envisaged in NDMC Act, 1994.

12. **Comments of the Department on the comments of Law Department**

Not Applicable.

13. **Recommendation**

The Audit Comments on Monthly Accounts for the month of July, 2006 is presented to the Council. **(See Booklet)**

14. **Draft Resolution**

Resolved by the Council that information regarding audit comments on Monthly Accounts for the month of July, 2006 as reported by the Chief Auditor is noted.

**COUNCIL'S DECISION**

Information noted.