

## OVERVIEW

This Annual Technical Inspection Report contains two chapters. The first chapter contains observations of Audit on the accounts and finances of Urban Local Bodies and the second chapter contains observations on the accounts and finances of Panchayati Raj Institutions. A synopsis of the findings contained in this Report is presented in this overview.

## CHAPTER I

- Only eight out of the 11 functions to be devolved on the Urban Local Bodies as per the Goa Municipalities Act, 1968 were transferred as of 31 March 2009.

**(Paragraph 1.4.1)**

- Twelfth Finance Commission grants for 2006-07 and 2007-08 (Rs.4.80 crore) were not received in time due to non-furnishing of Utilisation Certificates for grants released during 2005-06.

**(Paragraph 1.6)**

- The receipts and expenditure of the ULBs during 2004-05 to 2007-08 revealed that the surplus/deficit varied widely ranging from a surplus of Rs.4.79 crore during 2005-06 to a deficit of Rs.2.78 crore during 2007-08 indicating poor budgeting.

**(Paragraph 1.8)**

- Revised Municipal Accounts Manual as per NMAM is yet to be adopted by the ULBs.

**(Paragraph 1.10.1)**

- Utilisation Certificates for grants amounting to Rs.94.80 crore were pending from ULBs.

**(Paragraph 1.10.3)**

- The Provisions of the Municipal Solid Waste (Management and Handling) Rules, 2000 have not been implemented by the municipal authorities of Goa even after a lapse of five years from the dead line.

**(Paragraph 1.11.1)**

- Schemes under the Jawaharlal Nehru National Urban Renewal Mission to be implemented by the Corporation of the City of Panaji (CCP) and other MCs had been delayed due to non conformity of the preconditions of the Scheme. Consequently, grant of Rs.7.50 crore could not be availed from the Central and State Governments.

**(Paragraph 1.11.2)**

- Misappropriation of cash of Rs.40.77 lakh was noticed in Ponda Municipal Council due to non-adherence of provisions of Municipal Account Code and lack of proper internal check.

**(Paragraph 1.12.1)**

- Procurement of five tractor towed sweeping machines without ascertaining its maneuverability and working out the cost benefit analysis resulted in idle investment of Rs.1.12 crore.

**(Paragraph 1.12.3)**

- Recovery of Rs.1.02 crore from Sopo contractors was outstanding due to ineffective collection system.

**(Paragraph 1.12.4)**

**CHAPTER II**

- Only five of the 25 functions to be devolved to the ZPs have actually been devolved. Only 13 of the 28 functions to be devolved to the VPs have been devolved.

**(Paragraph 2.4.1)**

- Delay in furnishing Utilisation Certificates for the years 2005-06 and 2006-07 resulted in delay in release of Twelfth Finance Commission grants of Rs.3.60 crore for the year 2007-08.

**(Paragraph 2.6)**

- The accounts of both the Zilla Panchayats were in arrears from 2005-06.

**(Paragraph 2.9.2)**

- The PRIs are yet to adopt the revised accounting formats prescribed by CAG.

**(Paragraph 2.10.1)**

- Utilisation Certificates for grants amounting to Rs.58.33 crore were outstanding as of June 2008.

**(Paragraph 2.10.2)**

- Director of Panchayats had not maintained Reserve Fund for Provident Fund and Pensionery benefits.

**(Paragraph 2.10.3)**

- Rupees1.49 crore developmental grants were released to 19 non-entitled VPs while 80 eligible VPs were deprived of these grants.

**(Paragraph 2.11.1)**