

## **CHAPTER-IV**

### **ESTABLISHMENT**

#### **4.1 Irregular expenditure on payment to N.G.Os for cleaning of roads etc.**

The engagement of N.G.Os for the purpose of cleaning of road etc. was made without obtaining sanction of the State Government as required under Section 63 (aaa) of Ranchi Municipal Corporation Act, 2001 and Rs 7.25 crore was irregularly and unauthorizedly spent on payment to the N.G.Os during 2002-07 by Ranchi Municipal Corporation (Rs 6.94 crore) and NAC, Jamshedpur(Rs 0.31 crore).

Without sanction of the Govt., Rs 7.25 crore was paid irregularly to NGOs.

Registration Certificate under the Societies Registration Act, 1860, bylaws and labour certificate by Labour Department, Government of Jharkhand and the Audit Report of these NGOs were not made available to audit.

In the absence of relevant documents, the genuineness of the N.G.Os could not be ascertained.

#### **4.2 Irregular payment of Board's Dearness Allowance**

Grant & loan (40 per cent & 30 per cent respectively) against admissible pay and allowances of the Municipal staff are sanctioned and paid by the State Government to the ULBs.

A sum of Rs 1.47 lakh as detailed in APPENDIX- 11 to the report was paid to staff of Dhanbad Municipality as Board's D.A. during 2002-04 without prior sanction of the Govt. As the Government did not sanction any amount to Dhanbad Municipality for payment of Board's D.A. and no such purpose is available under detailed purposes enlisted in Section 68 of the Jharkhand Municipal Act, 2000, the payment was not regular.