**ITEM NO. 08 (O-05)**

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

Placing of Annual Audit Report for the year ended March 2010 in the Council.

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

Office of the Chief Auditor, NDMC.

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

The Annual Audit Report for the year ended 31 March 2010 has been prepared in terms of Section 59 (17) of the New Delhi Municipal Act, 1994 for presentation before the Council.

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

The office of the Chief Auditor was created in September 1996 vide Council Resolution No.3 (V) dated 19.8.1996. The office has so far presented twelve Annual Audit Reports before the Council as detailed below:

|  |  |  |
| --- | --- | --- |
| **S.No.** | **Report for the year end** | **Date of Presentation** |
| 1 | March 1997 | 10 February 1999 |
| 2 | March 1998 &1999 | 23 March 2001 |
| 3 | March 2000 | 8 August 2002 |
| 4 | March 2001 | 31 October 2003 |
| 5 | March 2002 | 2 July 2004 |
| 6 | March 2003 | 27 April 2005 |
| 7 | March 2004 | 15 December 2005 |
| 8 | March 2005 | 15 November 2006 |
| 9 | March 2006 | 22 August 2007 |
| 10 | March 2007 | 20 August 2008 |
| 11 | March 2008(Reviews) | 18 February 2009 |
| 12 | March 2008 | 24 February 2010 |
| 13 | March 2009 | 20 April 2011 |

Present proposal is for presentation of fourteenth Annual Audit Report for the year ended March 2010. **The report will be tabled in the Council meeting.**

The Annual Audit Report basically highlights the following:

1. Financial status of NDMC.
2. Deficiencies in accounting system and budgetary control.
3. Audit comments on financial transactions of NDMC.
4. Performance review on working of Education Department.
   1. **Financial implications of the proposed project/subject**

Nil

* 1. **Implementation schedule with timeliness for each stage including internal processing**

Not applicable

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

Not applicable as the Draft Agenda Item relates to presentation of Annual Audit Report, which is a statutory audit function envisaged in NDMC Act, 1994.

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

Not applicable.

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

Nil

* 1. **Details of previous Council Resolutions, existing law of Parliament and Assembly on the subject**

The details of previous Council Resolutions regarding presentation of Annual Audit Reports are as under:

1. Item No.1 dated 10.2.1999
2. Item No.3 (xii) dated 23.3.2001
3. Item No.3 (xxx) dated 8.8.2002
4. Item No.11 (0-4) dated 31.10.2003
5. Item No.11 (0-2) dated 2.7.2004
6. Item No.13 (0-1) dated 27.4.2005
7. Item No.05 (0-6) dated 15.12.2005
8. Item No. 08 (0-1) dated 15.11.2006
9. Item No. 09 (0-3) dated 22.08.2007
10. Item No. 09(0-4) dated 20.08.2008
11. Item No. 07(0-8) dated 18.02.2009
12. Item No. 14(0-05) dated 24.02.2010
13. Item No. 16 (O-01) dated 20.04.2011
    1. **Comments of the Law Department on the subject/project**

Not applicable, since the Draft Agenda Item is for presentation of Annual Audit Report on the accounts of the Council as part of statutory audit function envisaged in NDMC Act, 1994.

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

Not applicable.

**13. Certification by the Department that all Central Vigilance Commission (CVC) guidelines have been followed while processing the case**

Not applicable

**14.** **Recommendation**

The Annual Audit Report on the accounts of the Council for the year ended March 2010 may be presented to the Council.

**15. Draft Resolution**

**“**Information noted. The Council further decided that the reply (Action Taken Note) to the paras of the Annual Audit Report should be furnished by all the concerned Departments to the Chief Auditor within six weeks so that the Chief Auditor may place them before the Standing Committee on Audit in NDMC along with her recommendations”.

**COUNCIL’S DECISION**

Information noted. The Council further decided that the reply (Action Taken Note) to the paras of the Annual Audit Report should be furnished by all the concerned Departments to the Chief Auditor within six weeks so that the Chief Auditor may place them before the Standing Committee on Audit alongwith her recommendations.