

Copy of Lr. No. 110636/M7/82-1, dated 23.10.1982
From Thiru H.B.N. Shetty, I.A.S., Commissioner and
Secretary to Government, Rural Development and Local
Administration Department, Fort St. George, Madras-9,
addressed to the Examiner of Local Fund Accounts,
Madras - 600 002.

Sub: Accounts - Local bodies - Losses caused by
Commissioners of Corporations, Municipalities,
etc. - Audit by the Local Fund Audit Department -
Regarding.

Ref: G.O.Ms. No. 4201, Local Administration Department,
dated 10.12.1940.

I am directed to invite your attention to the G.O.
cited on the above subject and to issue the following
clarifications:-

- i) There is no statutory requirement that the defects noticed in audit should be communicated to the officer who was holding the post (of Commissioner etc) at the time of commission of the defects.
- ii) It is not possible for an ex-incumbent of the post to recollect the circumstances under which the communicated defect took place. He can only refer to the present incumbent of the post. It would, therefore, suffice if the Examiner communicates the defect to the present incumbent of the post. The defect are all awaiting out/^{of matters} matters of administration and whoever handles them currently, should deal with them.
- iii) However, in cases of misappropriation and such serious lapses, the auditor should gather the relevant evidence and send a special report to the institution and the head of the department for immediate action.
- iv) As regards cases of wrongful expenditure, the present incumbent of the post can deal with them. There is no need for the Examiner of address the previous incumbent.
- v) In cases of general and vague defects, there is no need to communicate them to the previous incumbents, in the first instance. If the present incumbents find the previous incumbents responsible with reference to the records, it is for them to take further action by addressing them direct or by addressing the departmental Officer concerned.

2. The Examiner of Local Fund Accounts should not address the previous incumbents in all these cases. All references should be sent to the Officer (by the Examiner of Local Fund Accounts) who is in position and who can take follow up action.

3. I am to request you to follow the above procedure in the matter.

Yours faithfully,

Sd/- x x x x x x x x x x
for Commissioner and Secretary to Government.

Bndt.No.Rc.102061/82/H1
Dated: 31.12.1982.

Examiner's Office,
'H' Section.

Copy communicated to:

Sd/- G. Naganathan,
for Examiner of Local Fund Accounts.

To Cuddalore

- 1) All Assistant Examiners in Districts including Assistant Examiner, Coimbatore Corporation.
- 2) All Regional Deputy Examiners.
- 3) Deputy Examiner, Madras and Madurai Corporation.
- 4) 'C' & 'D' Sections in Head Office.
- 5) Stock File 'H1' & 'H3'.

They are requested not to issue Special Letters to Exam Ex-Commissioners and also not to correspond with them. It is enough to address the Commissioners in office to settle the audit objections relating to their predecessors period.

/true copy/

S. M. K. V. Srinivasan
Superintendent. 6/83.
6/1/83

an/3.1.