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Government of Tamil Nadu

Abstract

Loss of Stores - Report to Government - Raising of monetary limit - Orders issued.

MUNICIPAL ADMINISTRATION AND WATER SUPPLY DEPARTMENT

G.O.Ms.No.332

Dated: 6.6.39

Read:

- (1) From the Chief Auditor, State Trading Schemes and Examiner of Local Fund Accounts (in-charge) Mr.K. Dis.No.75221/34/C1, dated 22.5.35.
- (2) From the Director of Municipal Administration Mr. No. Loc.No.76179/35/R1 dated 27.5.35 and K.Dis. No.36274/35/C3 dated 23.7.36.

ORDER:

According to Para 52, 33 of Municipal Manual Volume.I, any defalcation or loss of moneys and stamps exceeding the value of Rs.10/- belonging to Municipal Councils shall be reported immediately to the auditor appointed under section 122 of the Tamil Nadu District Municipalities Act, 1920.

2) In G.O.Ms.No.6, Finance (Salaries) Department, dated 4.1.33, the Government have directed that the monetary limit, above which cases of loss, defalcation, misappropriation could be reported to Government audit be raised to Rs.1000/- and the cases of misappropriation, losses, shortage of stocks upto the value of Rs.1000/- be considered as petty and need not be reported to audit.

3) In the context of above enhancement of monetary limit in the Government side, the Examiner of Local Fund accounts has suggested that in respect of Municipal Councils and Municipal Township Committees the Government may issue orders to the effect that the cases of misappropriation, losses, shortage of stores etc. upto the value of Rs.500/- be considered as petty and need not be reported to audit.

4) The Director of Municipal Administration to whom the matter was referred has suggested that the monetary limit may be raised to Rs.1000/- as in the case of Government, subject to the modification that in cases of misappropriation, defalcation etc. which are likely to involve criminal offence and moral turpitude on the part of the staff concerned, non-report to audit will not be a bar for initiating any kind of disciplinary action.

5) The Government after careful examination direct that as in the case of Government, the monetary limit of cases of losses, defalcation, misappropriation in respect of municipal councils and municipal Townships to be reported to the audit be raised to Rs.1000/- and the cases of misappropriation, losses, shortage of stores etc. in respect of Municipal Councils and Municipal Townships upto the value of Rs.1000/- be considered as petty and need not be reported to audit provided that in cases of misappropriation, defalcation etc., which are likely to involve criminal offence and moral turpitude on the part of the staff concerned non report to audit will not be a bar for initiating any kind of disciplinary action.

6) This order issues with the concurrence of Finance Department vide its G.O.No.60355/Salaries.II/39-1, dated 29.5.39.

(By order of the Governor)

J.A. Thangaraju,
Secretary to Government.