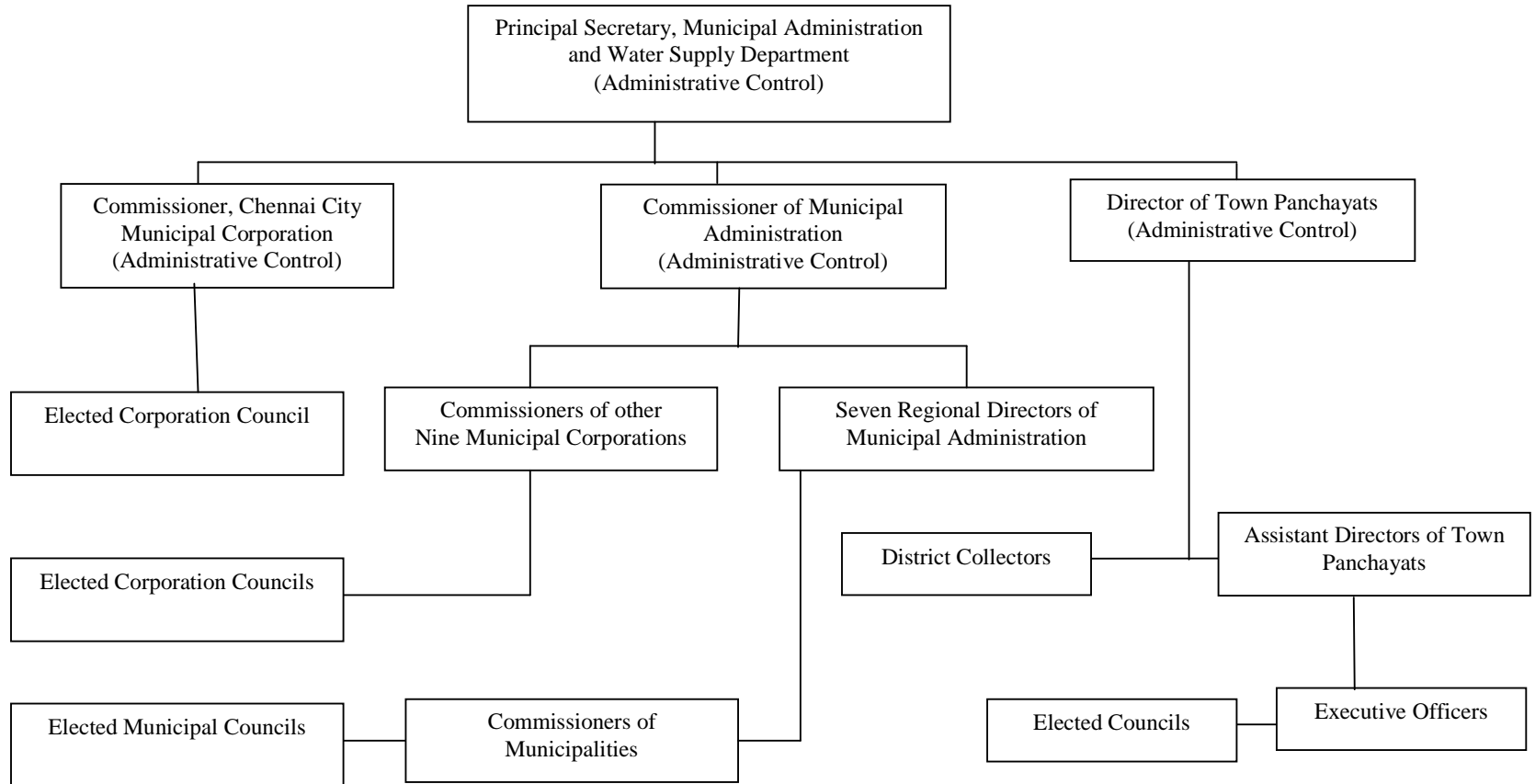


Appendix 1.1

(Reference: Paragraph 1.2.1; Page 2)

Organisation Chart of Urban Local Bodies



(Source : Directorate of Municipal Administration)

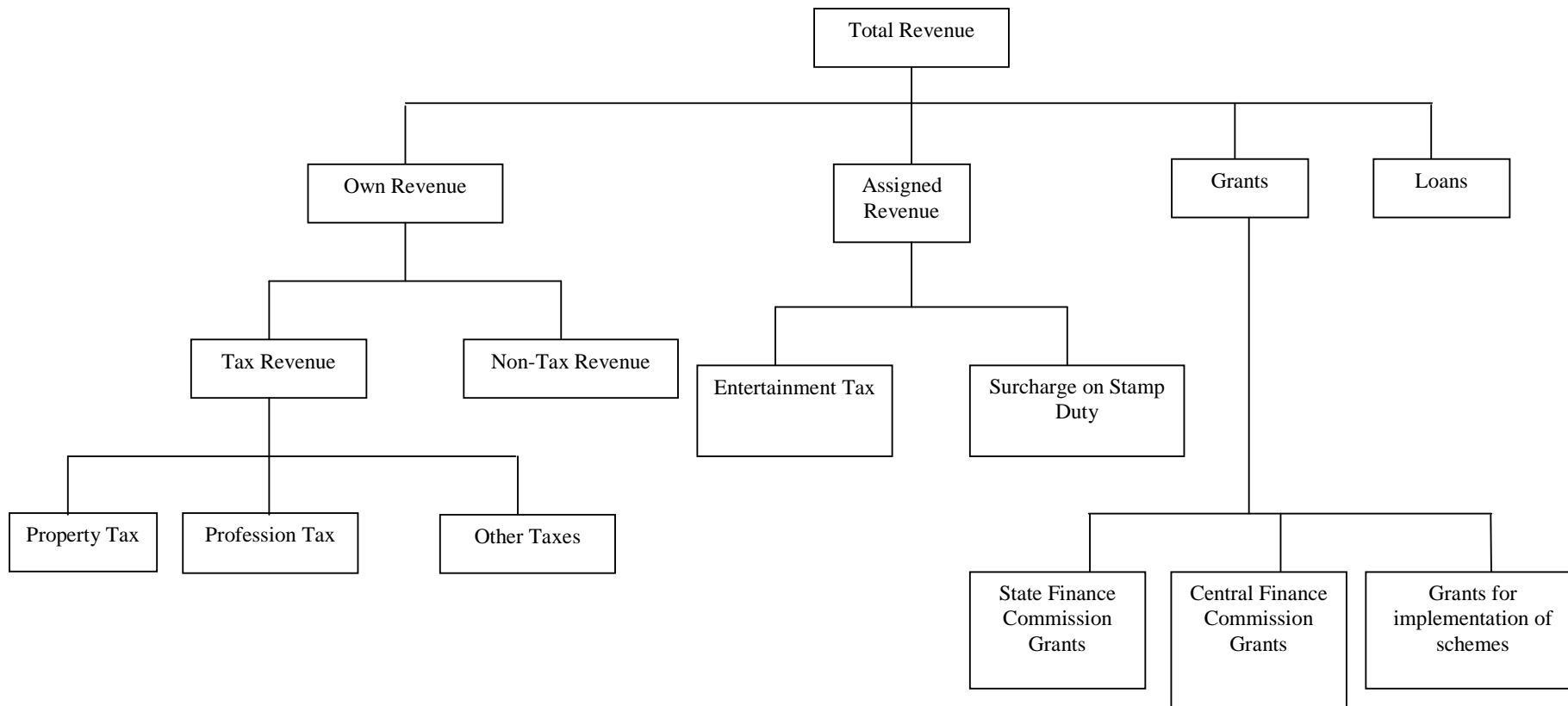
Appendix 1.2

(Reference: Paragraph 1.4.4; Page 5)

Number of audit paragraphs relating to Urban Local Bodies from 2005-08 pending settlement as on 31 March 2009

Year	All Municipalities	Town Panchayats	Municipal Corporations										Total
			Chennai	Coimbatore	Madurai	Salem	Tiruchirappalli	Tirunelveli	Tiruppur	Erode	Vellore	Thoothukudi	
2005-06	6,770	11,475	1,508	449	748	773	584	419	170	168	175	208	5,202
2006-07	3,469	12,412	Nil	471	Nil	Nil	628	180	Nil	Nil	Nil	Nil	1,279
2007-08	574	1,742	380	5	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	385
Total	10,813	25,629	1,888	925	748	773	1,212	599	170	168	175	208	6,866

Appendix 1.3
(Reference: Paragraph 1.8; Page 9)
Source of revenue of Urban Local Bodies



Appendix 1.4

(Reference: Paragraph 1.8.3; Page 11)

Statement showing the demand, collection and balance of Property Tax during 2006-09 in Urban Local Bodies

(Rupees in crore)

Category of the local body	Year	Nature of demand	Demand	Collection	Balance	
Chennai City Municipal Corporation	2006-07	Arrears	214.88	107.38(50)	107.50	
		Current	234.24	120.33(51)	113.91	
		Total	449.12	227.71(51)	221.41	
	2007-08	Arrears	221.41	129.62(59)	91.79	
		Current	291.92	154.18(53)	137.74	
		Total	513.33	283.80(55)	229.53	
	2008-09	Arrears	229.53	112.03(49)	117.50	
		Current	294.74	208.07(71)	86.67	
		Total	524.27	320.10(61)	204.17	
Other Municipal Corporations	2006-07	Arrears	102.18	40.35(39)	61.83	
		Current	121.42	80.75(67)	40.67	
		Total	223.60	121.10(54)	102.50	
	2007-08	Arrears	102.49	46.87(46)	55.62	
		Current	136.47	95.94(70)	40.53	
		Total	238.96	142.81(60)	96.15[#]	
	2008-09	Arrears	118.13	56.10(47)	62.03	
		Current	222.42	157.92(71)	64.50	
		Total	340.55	214.02(63)	126.53	
Municipalities	2006-07	Arrears	221.87	72.19(33)	149.68	
		Current	252.54	185.01(73)	67.53	
		Total	474.41	257.20(54)	217.21	
	2007-08	Arrears	217.21	72.99 (34)	144.22	
		Current	265.17	185.41(70)	79.76	
		Total	482.38	258.40(54)	223.98[#]	
	2008-09	Arrears	202.00	60.67(30)	141.33	
		Current	267.11	196.93(74)	70.18	
		Total	469.11	257.60(55)	211.51	
	Town Panchayats[@]	2006-07	Arrears	32.72	14.36(44)	18.36
			Current	43.71	38.89(89)	4.82
			Total	76.43	53.25(70)	23.18[#]
2007-08		Arrears	34.12	17.05(50)	17.07	
		Current	48.99	48.21(98)	0.78	
		Total	83.11	65.26(79)	17.85[#]	
2008-09		Arrears	26.44	10.59(40)	15.85	
		Current	76.03	54.98(72)	21.05	
		Total	102.47	65.57(64)	36.90	

@ Figures of Town Panchayats for 2006-07 and 2007-08 differ from the figures furnished in the last year's report due to revised figures furnished by Director of Town Panchayats.

Not tallying with OB of the succeeding year

Appendix 1.5

(Reference: Paragraph 1.8.4; Page 11)

Statement showing the demand, collection and balance of Profession Tax during 2006-09 in Urban Local Bodies

(Rupees in crore)

Category of the local body	Year	Nature of demand	Demand	Collection	Balance
Chennai City Municipal Corporation [@]	2006-07	Arrears	Nil	0	Nil
		Current	Nil	63.69	Nil
		Total	Nil	63.69	Nil
	2007-08	Arrears	Nil	Nil	Nil
		Current	Nil	73.83	Nil
		Total	Nil	73.83	Nil
	2008-09	Arrears	Nil	Nil	Nil
		Current	Nil	87.94	Nil
		Total	Nil	87.94	Nil
Other Municipal Corporations	2006-07	Arrears	4.97	1.83 (37)	3.14
		Current	13.63	11.54 (85)	2.09
		Total	18.60	13.37 (72)	5.23
	2007-08	Arrears	5.24	2.03 (39)	3.21
		Current	14.31	11.90 (83)	2.41
		Total	19.55	13.93 (71)	5.62[#]
	2008-09	Arrears	10.78	3.66 (34)	7.12
		Current	22.92	20.72 (90)	2.20
		Total	33.70	24.38 (72)	9.32
Municipalities	2006-07	Arrears	26.79	6.23 (23)	20.56
		Current	38.81	29.27 (75)	9.54
		Total	65.60	35.50 (54)	30.10
	2007-08	Arrears	30.10	11.59 (39)	18.51
		Current	39.09	34.35 (88)	4.74
		Total	69.19	45.94 (66)	23.25[#]
	2008-09	Arrears	18.09	3.67 (20)	14.42
		Current	32.87	29.09 (89)	3.78
		Total	50.96	32.76 (64)	18.20
Town Panchayats	2006-07	Arrears	6.75	2.64 (39)	4.11
		Current	59.49	19.83 (33)	39.66
		Total	66.24	22.47 (34)	43.77
	2007-08	Arrears	8.38	2.67 (32)	5.71
		Current	18.46	20.68	-
		Total	26.84	23.35 (87)	3.49[#]
	2008-09	Arrears	11.10	3.30 (30)	7.80
		Current	30.38	33.48	-
		Total	41.48	36.78 (89)	4.70

[@] As far as Chennai City Municipal Corporation is concerned, there is no demand for profession tax and Non-Tax revenue. Hence percentage of collection is not worked out for Chennai Corporation.

[#] Not tallying with the OB of the succeeding year

Appendix 1.6

(Reference: Paragraph 1.8.5; Page 12)

Statement showing the demand, collection and balance of Non-tax revenue during 2006-09 in Urban Local Bodies (except Chennai City Municipal Corporation)

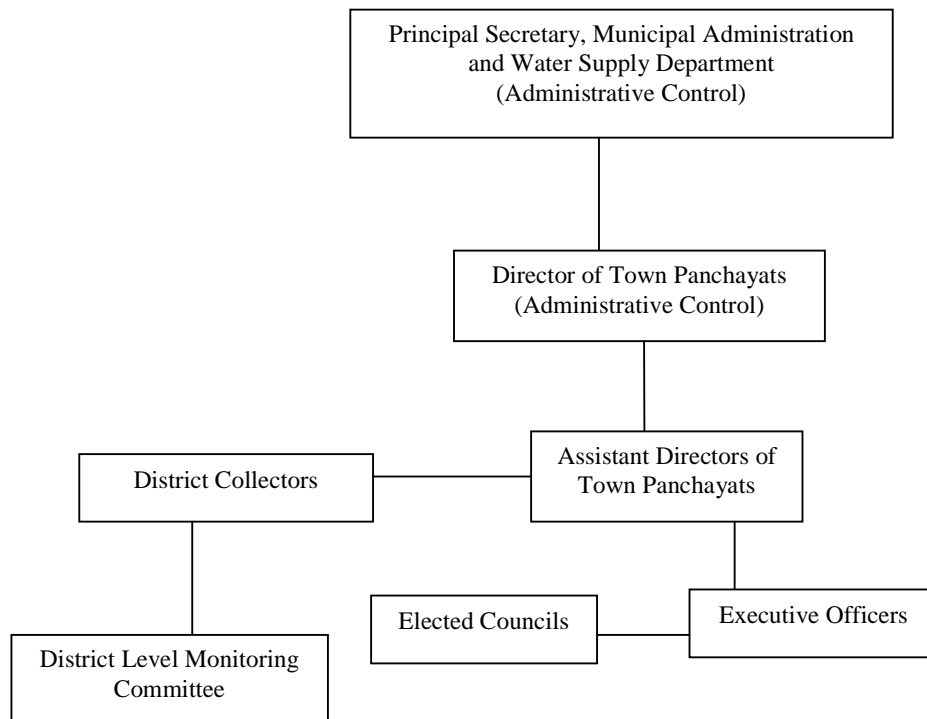
(Rupees in crore)

Category of the local body	Year	Nature of demand	Demand	Collection	Balance
Municipalities	2006-07	Arrears	45.12	26.75 (59)	18.37
		Current	117.20	95.17 (81)	22.03
		Total	162.32	121.92 (75)	40.40*
	2007-08	Arrears	46.40	28.66 (62)	17.74
		Current	126.00	99.81 (79)	26.19
		Total	172.40	128.47 (75)	43.93*
	2008-09	Arrears	34.24	25.30 (74)	8.94
		Current	117.16	96.26 (82)	20.90
		Total	151.40	121.56 (80)	29.84
Municipal Corporations	2006-07	Arrears	17.57	4.58 (26)	12.99
		Current	30.16	21.05 (70)	9.11
		Total	47.73	25.63 (54)	22.10
	2007-08	Arrears	22.10	8.64 (39)	13.46
		Current	30.94	21.09 (68)	9.85
		Total	53.04	29.73 (56)	23.31*
	2008-09	Arrears	33.00	18.00 (55)	15.00
		Current	39.77	28.09 (71)	11.68
		Total	72.77	46.09 (63)	26.68
Town Panchayats#	2006-07	Arrears	27.83	14.51 (52)	13.32
		Current	96.38	98.04	-
		Total	124.21	112.55 (91)	11.66*
	2007-08	Arrears	30.61	15.25 (50)	15.36
		Current	103.15	105.10	-
		Total	133.76	120.35 (90)	13.41*
	2008-09	Arrears	29.54	13.48 (46)	16.06
		Current	140.43	133.55 (95)	6.88
		Total	169.97	147.03 (87)	22.94

The figures furnished by the Director of Town Panchayats for 2006-07 and 2007-08 did not tally with the figures furnished by him and included in last year's Audit Report.

* Not tallying with the OB of the succeeding year

Appendix 2.1
(Reference: Paragraph 2.1.2; Page 22)
Organisation Chart of Town Panchayats



Appendix 2.2

(Reference: Paragraph 2.1.5; Page 23)

List of test-checked Town Panchayats in selected Districts

Sl.No	Name of Town Panchayat	Sl.No	Name of Town Panchayat
	Kanniyakumari District	20	Thiruppanandal
1	Azhagiapandiapuram	21	Veppathur
2	Ganapathipuram		Nagapattinam District
3	Kappiyarai	22	Kizhvalur
4	Keezhkulam	23	Thittachery
5	Kothannallur		Vellore District
6	Kumarapuram	24	Alangayam
7	Mulagumoodu	25	Katpadi
8	Ponmanai	26	Panapakkam
9	Puthalam	27	Pennathur
10	Thirparappu	28	Thimiri
11	Unnamalaikadai	29	Vilapakkam
12	Valvachagostam		Thiruvannamalai District
13	Verkilambi	30	Kalambur
14	Villukuri	31	Pudupalayam
	Pudukottai District	32	Vettavalam
15	Alangudi	33	Kilpennathur
16	Keeranur		Dharmapuri District
	Thanjavur District	34	B.Mallapuram
17	Aduthurai	35	Kambainallur
18	Melathirupunthuruthi		
19	Thirunageswaram		

Appendix 2.3

(Reference: Paragraph 2.1.10.2; Page 34)

Arrears in Tax collection

(In Rupees)

Sl.No.	Name of Town Panchayat	Balance as on	
		31.3.2008	31.3.2009
	Kanniyakumari District		
1	Azhagiypandiapuram	1,40,62,055	1,45,84,052
2	Kappiyarai	36,612	15,578
3	Mulagumoodu	-	60,834
4	Ponmanai	-	41,000
5	Verkilambi	1,67,019	1,66,712
6	Valvachagostam	8,91,984	-
7	Thirparappu	-	52,084
	Total	1,51,57,670	1,49,20,260
	Pudukottai District		
8	Alangudi	1,11,912	5,42,819
9	Keeranur	5,73,000	12,14,000
	Total	6,84,912	17,56,819
	Thanjavur District		
10	Aduthurai	1,80,079	9,84,333
11	Thiruppanandal	22,136	22,136
12	Thirunageswaram	-	1,62,636
13	Melathirupunthuruthi	11,628	16,912
14	Veppathur	2,400	3,006
	Total	2,16,243	11,89,023
	Nagapattinam District		
15	Kizhvalur	4,183	8,357
	Total	4,183	8,357
	Vellore District		
16	Alangayam	51,72,427	1,36,46,633
17	Katpadi	19,91,923	14,04,276
18	Thimiri	-	4,73,844
19	Vilapakkam	36,180	2,53,634
20	Panapakkam	16,721	4,80,629
21	Pennathur	3,56,871	1,35,788
	Total	75,74,122	1,63,94,804

Sl.No.	Name of Town Panchayat	Balance as on	
		31.3.2008	31.3.2009
	Thiruvannamalai District		
22	Kalambur	-	6,13,217
23	Vettavalam	82,000	14,15,000
24	Pudupalayam	-	6,10,000
25	Kilpennathur	63,394	9,37,296
	Total	1,45,394	35,75,513
	Dharmapuri District		
26	Kambainallur	9,14,000	10,39,000
27	B.Mallapuram	5,14,737	5,77,959
	Total	14,28,737	16,16,959
	Grand total	2,52,11,261	3,94,61,735

Appendix 2.4

(Reference: Paragraph 2.2.3; Page 36)

List of test checked Local Bodies

Corporations

1. Salem
2. Thiruchirappalli
3. Tirunelveli

Sl. No.	Municipalities	Sl. No.	Town Panchayats	Sl. No.	Town Panchayats
1.	Kancheepuram	1.	Kunrathur	29.	Pandamangalam
2.	Chengalpattu	2.	Chitlapakkam	30.	Mohanur
3.	Maduranthakam	3.	Guduvancheri	31.	Pattanam
4.	Kumbakonam	4.	Uthiramerur	32.	Mallasamudram
5.	Pattukottai	5.	Sriperumpudur	33.	Athanur
6.	Namakkal	6.	Perungudi	34.	Sankarnagar
7.	Thiruchengodu	7.	Idaikazhinadu	35.	Naranammalpuram
8.	Rasipuram	8.	Madambakkam	36.	Alangulam
9.	Thenkasi	9.	Sembakkam	37.	Keelapavoor
10.	Ambasamudram	10.	Thirukazhukundram	38.	Courtalam
11.	Sankarankoil	11.	Thiruneermalai	39.	Podhalur
12.	Kovilpatti	12.	Mangadu	40.	Mukkoodal
13.	Vellore	13.	Aduthurai	41.	Vennathur
14.	Vaniyambadi	14.	Thiruvidaimaruthur	42.	Thimiri
15.	Gudiyatham	15.	Darasuram	43.	Ayigudi
16.	Ranipet	16.	Swamimalai	44.	Kaveripakkam
17.	Tambaram	17.	Thiruvaiyaru	45.	Thorapadi
18.	Pallavaram	18.	Adhiramapattinam	46.	Pallikonda
19.	Ambattur	19.	Peravurani	47.	Katpadi
20.	Thanjavur	20.	Thirunageswaram	48.	Gandhinagar
		21.	Vallam	49.	Allapuram
		22.	Orathanadu	50.	Shenpakkam
		23.	Velur	51.	Alangayam
		24.	Namagiripettai	52.	Ammoor
		25.	Seerapalli	53.	Nemili
		26.	Sendamangalam	54.	Thakkolam
		27.	Alampalayam	55.	Sholingar
		28.	Kalapanaikepatti		

Appendix 2.5

(Reference: Paragraph 2.2.4.2; Page 38)

Shortfall in utilisation of CTFC grants

Sl. No	Name of the Urban Local Body	Year of Grant	Total Grant Sanctioned	SWM Component	Actual Expenditure	Shortfall	Percentage
1.	Pattukottai Municipality	2006-07	26,57,434	13,28,717	11,15,566	2,13,151	16
2.	Kunrathur TP	2005-06	8,04,300	4,02,150	2,08,000	1,94,150	48
3.	Thiruneermalai TP	2006-07	6,33,100	3,16,550	2,66,000	50,550	16
4.	Thrunageswaram TP	2006-07	7,14,540	3,57,270	1,79,000	1,78,270	50
5.	Thiruvidadaimaruthur TP	2007-08	7,17,200	3,58,600	3,01,949	56,651	16
		2008-09	7,17,200	3,58,600	3,00,000	58,600	16
6.	Thiruvaiyar TP	2005-06	5,11,600	2,55,800	1,95,000	60,800	24
		2007-08	5,11,600	2,55,800	2,00,000	55,800	22
7.	Adirampattinam TP	2008-09	9,40,440	4,70,220	1,45,000	3,25,220	69
8.	Pothanur TP	2006-07	6,93,760	3,46,880	1,46,000	2,00,880	58
9.	Naranammalpuram TP	2007-08	5,25,340	2,62,670	81,000	1,81,670	69
10.	Keelapavoor TP	2006-07	8,71,680	4,35,840	2,29,779	2,06,061	47
		2007-08	8,71,680	4,35,840	2,38,165	1,97,675	45
Total						19,79,478	

TP = Town Panchayat

Appendix 3.1

(Reference: Paragraph 3.1.1; Page 44)

Loss of revenue due to non-collection of scavenging fee and administrative charges

Sl.No.	Category	Numbers in existence	Rate per month (in rupees)	Number of months (April 2003 to March 2009)	Loss of revenue (Rupees in lakh)
1.	Marriage halls	10	500 *	72	3.60
2.	Restaurants	8	1,000	72	5.76
3.	Big industries	7	1,000	72	5.04
4.	Small hotels and tea stalls	48	250	72	8.64
5.	Wine shops (Administrative charges)	12	1,000	65 (November 2003 to March 2009)	7.80
Total					30.84

* By adopting one marriage per month per hall.

Appendix 3.2

(Reference: Paragraph 3.1.3; Page 46)

Loss of revenue due to non-collection of lease rent

(In Rupees)

Sl.No	Period	Amount*	No of months	Lease rent to be paid
1	01.04.1995 to 31.03.1998	12,640	36	4,55,040
2	01.04.1998 to 31.03.2001	14,536	36	5,23,296
3	01.04.2001 to 31.03.2004	16,716	36	6,01,776
4	01.04.2004 to 31.03.2007	19,223	36	6,92,028
5	01.04.2007 to 31.03.2009	22,106	24	5,30,544
Total				Rs 28,02,684 or Rs 28.03 lakh

* Amount of lease rent for 7,022 sq. ft to be recovered is calculated on the basis of lease rent of Rs 5,400 per month for the allotted area of 3,000 sq. ft.

Appendix 3.3

(Reference: Paragraph 3.1.4; Page 46)

Non-realisation of revenue due to non-levy of tax on vacant land

Description	Extent of vacant land (in Sq. Ft.)
Phase I	
Shop site 1	39,181
Shop site 2	42,039
Shop site 3	13,778
Shop site 5	64,691
Shop site 6	94,723
Shop site 7	20,329
Shop site 8	47,232
Total Area	3,21,973
Phase II	
Commercial Site 1	81,645
Commercial Site 2	22,284
Commercial Site 3	9,946
Commercial Site 4	18,923
Commercial Site 5	13,186
Commercial Site 6	5,920
Commercial Site 7	1,00,729
Commercial Site 8	21,213
Commercial Site 9	7,319
Commercial Site 10	7,632
Commercial Site 11	42,195
Commercial Site 12	38,750
Commercial Site 13	2,422
Commercial Site 14	4,133
Commercial Site 15	4,650
Commercial Site 16	2,066
Commercial Site 17	4,844
Commercial Site 18	1,679

Description	Extent of vacant land (in Sq. Ft.)
Commercial Site 19	3,778
Commercial Site 20	4,058
Commercial Site 21	1,378
Commercial Site 22	1,550
Commercial Site 23	2,153
Commercial Site 24	2,153
Commercial Site 25	3,444
Commercial Site 26	4,305
Total Area	4,12,355

Vacant Land Tax to be levied

Phase I

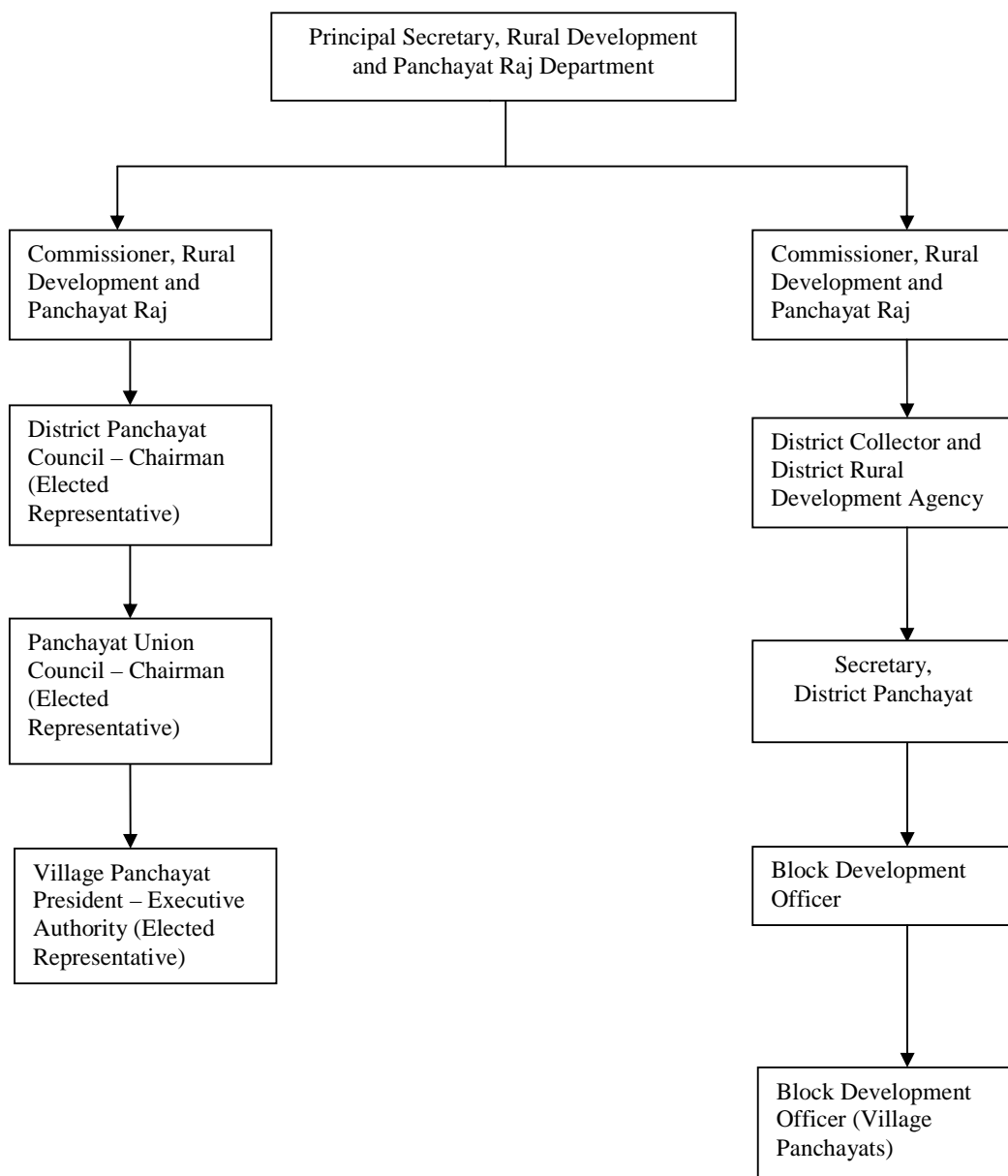
Total Area i.e. 3,21,973 sq. ft. x Rs 18 per sq. ft. x
one *per cent* x 21 Half years : Rs 12,17,058
(from October 1998 to March 2009)

Phase II

Total Area i.e. 4,12,355 sq. ft. x Rs 18 per sq. ft. x
one *per cent* x 21 Half years : Rs 15,58,702
(from October 1998 to March 2009)

Grand Total : Rs 27,75,760 or Rs 27.76 lakh

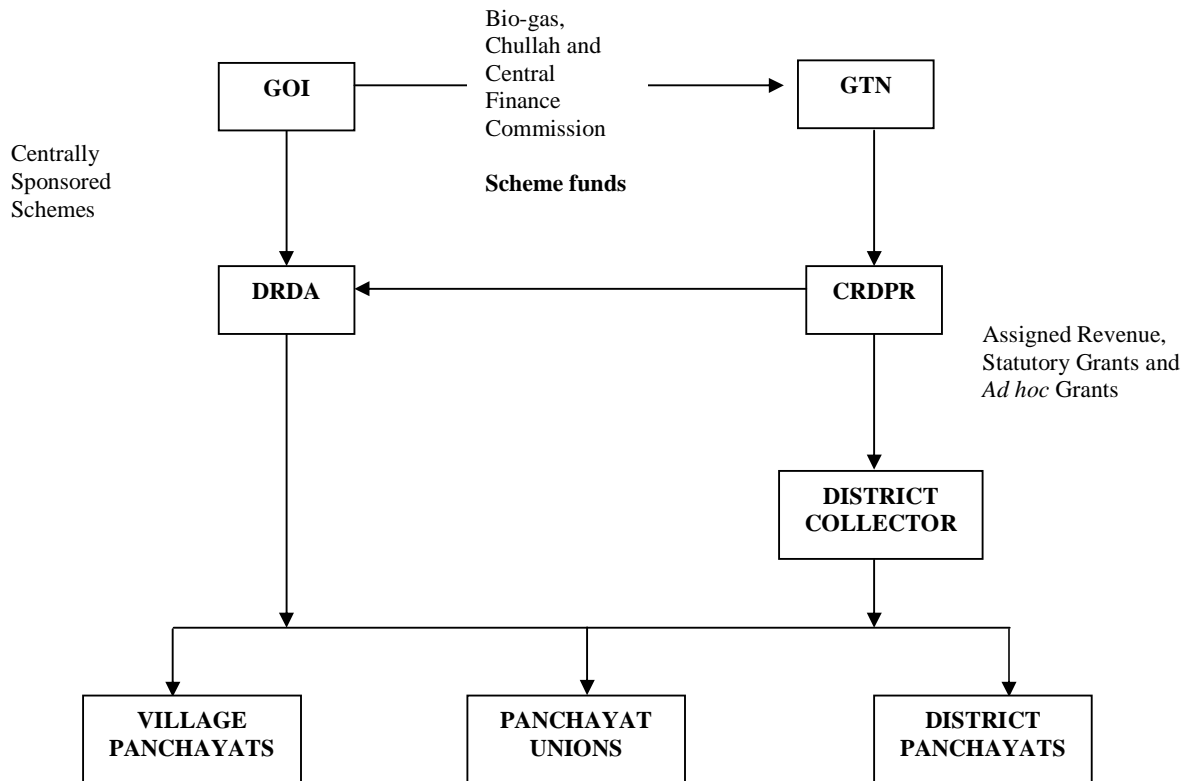
Appendix 4.1
(Reference: Paragraph 4.1.1; Page 53)
Organogram of Panchayat Raj Institutions



Appendix 4.2

(Reference: Paragraph 4.4.1; Page 58)

Funds flow chart to Panchayat Raj Institutions



Appendix 4.3

(Reference: Paragraph 4.8; Page 64)

Types of Accounts maintained by Panchayat Raj Institutions

(a) ***Village Panchayats***

- (i) Village Panchayat Fund Account
- (ii) Village Panchayat payments to TNEB and/or TWAD Board Account
- (iii) Village Panchayat Scheme Fund Account
- (iv) Village Panchayat National Rural Employment Guarantee Scheme (NREGS) Account

(b) ***Panchayat Unions***

- (i) General Fund Account – LF-I
- (ii) Education Fund Account – LF - III
- (iii) Nutritious Meal Fund Account
- (iv) Scheme Account
- (v) Provident Fund ‘T’ Deposit Account

Besides the above, two more accounts are also maintained according to necessity *viz.*,

- Village Panchayat Consolidated Fund Account
- NABARD (10 *per cent*) Account

(c) ***District Panchayats***

- (i) General Fund Account
- (ii) Scheme Fund Account

Appendix 4.4

(Reference: Paragraph 4.8.2; Page 66)

Non-claim of interest on Provident Fund (PF) of Panchayat Union Employees

Sl. No.	Name of the Panchayat Union	Total number of employees	PF claimed but not received from DLFA	PF not claimed	Number of retired cases	Number of death cases
1.	Sulthanpet	17	1998-99 to 2004-05	2005-06 to 2008-09	10	2
2.	Koliyanur	4	1993-94 to 2006-07	2007-08 to 2008-09	2	-
3.	Kanai	9	2004-05 to 2007-08	2008-09	2	1
4.	Narikudi	8	2004-05 to 2008-09	-	2	-
5.	Aruppukottai	54	2006-07 to 2008-09	-	50	1
6.	Watrap	20	1994-95 to 2008-09	-	9	-
7.	Srivilliputhur	27	2001-02 to 2008-09	-	17	3
8.	Kallakurichi	13	1993-94 to 2000-01	2001-02 to 2008-09	6	-
9.	Sathur	11	2007-08	2008-09	-	-
10.	Melmalaiyanur	8	2000-01 to 2006-07	2007-08 and 2008-09	-	-
11.	Annur	46	1989-90 to 2006-07	2007-08 and 2008-09	32	1
12.	Madhukarai	19	-	2007-08 and 2008-09	15	-
13.	Gudimangalam	24	1993-94 to 2006-07	2007-08 and 2008-09	19	-
14.	Tiruppur	28	1993-94 to 2007-08	2008-09	18	2
15.	Kinnathukadavu	26	-	2007-08 and 2008-09	12	-
				Total	194	10

Appendix 5.1

(Reference: Paragraph 5.1.1; Page 70)

Excess payment of NABARD Loan and Interest

(In Rupees)

Due Date	Loan Outstanding	Principal paid	Interest paid at 11.5 per cent per annum
30.06.2003	3,05,673	21,834	52,728.59*
31.12.2003	2,83,839	21,834	16,320.74
30.06.2004	2,62,005	21,834	15,065.29
31.12.2004	2,40,171	21,834	13,809.83
30.06.2005	2,18,337	21,834	12,554.38
31.12.2005	1,96,503	21,834	11,298.92
30.06.2006	1,74,669	21,834	10,043.47
31.12.2006	1,52,835	21,834	8,788.01
30.06.2007	1,31,001	21,834	7,532.56
31.12.2007	1,09,167	21,834	6,277.10
30.06.2008	87,333	21,834	5,021.65
31.12.2008	65,499	21,834	3,766.19
30.06.2009	43,665	21,834	2,510.74
31.12.2009	21,831	21,831	1,255.28
Total		3,05,673	1,66,972.80

* Interest at 11.5 per cent per annum for 18 months from 1 January 2002 to 30 June 2003.

Excess loan amount paid	: Rs 3.06 lakh
Interest on excess loan amount	: Rs 1.67 lakh
Balance unspent of 10 per cent contribution	: Rs 1.36 lakh
Total amount to be reimbursed to Panchayat Union	: Rs 6.09 lakh