



GOVERNMENT OF KERALA

Abstract

RATIONALIZATION OF THE ANNUAL INCOME OF THE LOCAL BODIES AND LOCAL FUNDS—COMPONENTS OF ANNUAL INCOME IN RESPECT OF DEVASWOM BOARDS FOR THE COMPUTATION OF AUDIT FEE—INCLUSION OF ADDITIONAL ITEM AND BRINGING INTO EFFECT THE ENHANCEMENT OF AUDIT FEE—ORDERS ISSUED

FINANCE (ESTABLISHMENT-D) DEPARTMENT

G. O. (P) No. 679/10/Fin. Dated, Thiruvananthapuram, 14th December, 2010.

- Read:—
1. G. O. (P) No. 368/2009/Fin. dated 28-8-2009.
 2. Letter No. LF.11805/R4/2010 dated 31-7-2010 and 24-9-2010 from the Director of Local Fund Audit, Thiruvananthapuram.

ORDER

Government, in the Order read above have ordered that the components of annual income, for the computation of audit fee payable to Local Fund Audit Department, in respect of Devaswom Boards will be (a) interest income and (b) income from commercial properties. In the letter read as 2nd paper above, Director of Local Fund Audit has reported that, in the case of Devaswom Boards, the main source of income is "vazhipadu, bhandaram and sambhavana" and that if the audit charges is computed excluding these items the income obtained as audit charges in respect of Devaswom Boards will be meager and requested to consider these items also for the computation of audit fee, in respect of Devaswom Boards. In the Order read above, Government have also directed that enhancement of audit fee from 0.5% to 1% will come into effect from a prospective date to be ordered by Government.

Government after having examined the matter in detail, are pleased to include receipts from "vazhipadu, bhandaram and sambhavana" in the components of annual income for the computation of audit fee payable to

Local Fund Audit Department, in respect of Devaswom Boards in addition to a items referred in the Government Order read above. Government are also pleased to bring into effect the enhancement of audit fee from 0.5% to 1% as follows:

- (a) For those institutions where annual accounts are prepared on the basis of financial year (April-March)—from the audit of annual accounts of 2009-10 onwards.
- (b) In the case of those institutions where annual accounts are prepared on the basis of calendar year (January-December)—from the audit of annual accounts of January, 2010 onwards.

By order of the Governor,

DR. A. K. DUBEY,

Principal Secretary (Finance).

To

- The Principal Accountant General (Audit), Kerala, Thiruvananthapuram.
- The Accountant General (A&E), Kerala, Thiruvananthapuram.
- The GA (SC) Department vide item No. 5447 of Council decision dated 8-12-2010.
- The Director of Treasuries, Thiruvananthapuram.
- The Director of Local Fund Audit, Thiruvananthapuram.
- All Devaswom Boards.
- All Local Bodies/Local Funds included in the schedule (through Director of Local Fund Audit).
- The Nodal Officer, www.finance.kerala.gov.in
- Stock file/Office Copy.