

**CONSOLIDATED ANNUAL ACCOUNTS
WITH AUDIT REPORT
FOR THE YEAR 1990-91**



FOR THE YEAR 1990-91

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**INCOME AND EXPENDITURE ACCOUNT
AND
BALANCE SHEET OF
EMPLOYEES' PROVIDENT FUND SCHEME**

**EMPLOYEES' PROVIDENT
INCOME AND EXPENDITURE ACCOUNT
(EMPLOYEES' PROVIDENT**

<i>Previous Year</i>	<i>S. No.</i>	<i>Expenditure</i>	<i>Amount</i>
(1)	(2)	(3)	(4)
26,92,58,490.41	1.	Salaries of Officers & Staff	32,08,03,323.32
5,88,28,561.79	2.	Allowances & Honoraria	5,60,09,778.25
94,30,850.17	3.	T.A. & L.T.C.	1,40,49,265.06
1,97,40,314.18	4.	Pension/Family Pension/Death- cum-Retirement Gratuity	2,53,10,599.73
—	5.	(a) Staff Provident Fund (Board's share)	-----
10,793.37		(b) S.P.F., D.L.I. Benefits	31,740.03
6,12,45,550.09	6.	(a) Other charges (Recurring/ non-recurring)	8,64,20,362.27
37,99,041.59		(b) Maintenance of Office Building/ Staff quarters	42,56,572.55
16,26,706.65	7.	(a) Grants	20,27,290.01
2,17,551.80		(b) Refund of G.I.S. Savings Fund	3,32,851.40
42,41,57,860.05		Total Expenditure incurred on E.P.F. Scheme	50,92,41,782.62
	8.	Expenditure incurred on <u>Administration of:</u>	
12,38,33,781.68		(a) F.P.F. Scheme	9,81,67,087.05
12,07,381.77		(b) E.D.L.I. Scheme	61,35,433.77
2,31,592.62		(c) A.E.C.D. Scheme	1,58,505.45
13,48,21,635.77	9.	Excess of Income over Expenditure	35,50,62,983.40
68,42,52,251.89		TOTAL :	96,87,65,792.29

**FUND ORGANISATION
FOR THE YEAR 1990-91
FUND SCHEME, 1952)**

<i>Previous Year</i>	<i>S. No.</i>	<i>INCOME</i>	<i>Sch. No.</i>	<i>Amount</i>
(5)	(6)	(7)	(8)	(9)
60,98,03,480.56	1.	Receipt by way of Administrative charges, Inspection charges and penal Damages.	(1)	71,79,79,482.58
2,79,50,028.97	2.	Interest earned on Investment of surplus Administration Fund.		2,10,26,134.30
3,20,80,740.35	3.	Receipt from Govt. & other Accounts	(11)	22,10,85,986.34
1,44,18,002.01	4.	Miscellaneous Receipts		86,74,189.07
-----	5.	Excess of Expenditure over Income		-----
68,42,52,251.89	TOTAL :			96,87,65,792.29

INCOME & EXPENDITURE

<i>Previous Year</i>	<i>S. No.</i>	<i>EXPENDITURE</i>	<i>AMOUNT</i>
---	1.	Excess of Expenditure over Income	---
5,00,00,000.00	2.	Provision for Building Construction Fund	5,00,00,000.00
12,00,958.41	3.	Provision for Maintenance (Repair, renewal & replacement) Fund	7,43,427.45
8,36,20,677.36	4.	Balance carried down to Balance Sheet	30,43,19,555.95
13,48,21,635.77		TOTAL :	35,50,62,983.40

APPROPRIATION ACCOUNT

<i>Previous Year</i>	<i>S. No.</i>	<i>INCOME</i>	<i>AMOUNT</i>
13,48,21,635.77	1.	Excess of Income over Expenditure	35,50,62,983.40
-----	2.	Balance carried down to Balance Sheet	-----
13,48,21,635.77	TOTAL :		35,50,62,983.40

Previous Year

<u>Previous Year</u>	<u>Foot Note:</u>		
Rs. (-)8.10 Lakhs	(i) The accounts have been compiled on actual basis	Rs. (—)	290.62 Lakhs
Rs. 1045.71 Lakhs	(ii) Interest earned on investment of surplus Adm. Fund of previous years included in the current year	Rs.	-----
Rs. 2.31 Lakhs	(iii) Expenditure incurred for Administration of F.P.F Scheme due from the Government	Rs.	1.58 Lakhs
Rs. 325.63 Lakhs	(iv) Expenditure incurred for admn. of A.E.C.D.	Rs.	326.62 Lakhs
Rs. 128.21 Lakhs	(v) Estimated amount in arrear due from the employers but not received	Rs.	139.34 Lakhs
	(a) Administrative charges }		
	(b) Inspection charges }		
	(c) Penal Damages on Adm. Account		

Sd/-
(L.N. PRASAD)
FINANCIAL ADVISOR & CHIEF ACCOUNTS OFFICER

Sd/-
(B.N. SOM)
CENTRAL PROVIDENT FUND COMMISSIONER

**EMPLOYEES' PROVIDENT
BALANCE SHEET AS AT
(EMPLOYEES' PROVIDENT**

<i>Previous Year</i>	<i>S. No.</i>	<i>LIABILITIES</i>	<i>Sch. No.</i>	<i>Amount</i>
7779,26,39,651.96	1.	Employees' Provident Fund Account	III	9419,68,82,033.79
70,57,97,324.30	2.	Unclaimed Deposit A/c.	IV	75,58,99,789.47
188,93,88,034.53	3.	Forfeiture Account	V	211,46,42,886.20
5,60,00,000.00	4.	Special Reserve Fund Account		5,60,00,000.00
11,11,770.05	5.	Death Relief Fund Account	VI	17,31,202.05
	6.	<u>Interest Suspense Account</u>		
1639,22,71,847.16		(a) Balance in the account to be credited to members upto 31.3.90	VII	1700,95,55,170.84
1108,19,56,266.23		(b) Amount received during the year and to be credited to members account next year		1297,48,96,605.64
15,14,99,099.96	7.	(a) Staff Provident Fund Account	VIII	18,83,84,132.80
3,63,067.40		(b) Staff Provident Fund Interest Account	IX	(-) 30,72,011.77
20,46,72,124.77	8.	Pension-cum-Gratuity Account (Staff)	X	23,66,19,355.10
101,00,71,365.50	9.	Investment Fluctuation Account	XI	104,14,00,402.33
5,31,591.96	10.	Security Deposits		5,36,529.96
10928,63,02,083.82		TOTAL C/O		12857,34,76,096.41

**FUND ORGANISATION
31ST MARCH 1991
FUND SCHEME, 1952)**

<i>Previous Year</i>	<i>S. No.</i>	<i>ASSETS</i>	<i>Sch. No.</i>	<i>Amount</i>
	1.	Investment Account		
10899,91,86,171.86	(a)	Employees' Provident Fund	XVI	12810,80,53,133.04
14,99,92,402.66	(b)	Staff Provident Fund	XVII	18,00,87,525.59
20,25,81,334.81	(c)	Pension cum-Gratuity Fund	XVIII	23,62,01,769.98
50,57,73,529.10	(d)	Administration Fund	XIX	73,68,41,029.10
25,92,52,375.96	2.	(a) Land and Building		25,11,38,389.90
-----	(b)	Land and Building Advance		6,19,12,515.70
9,60,41,635.63	3.	Recoverable Advance (Staff)	XX	11,41,58,096.65
3,83,15,849.71	4.	Special Reserve Fund (Recoverable)		4,03,67,491.41
3,98,862.20	5.	Security Deposits (Advance to parties)		4,14,862.20
11025,15,42,161.93		TOTAL C/O		12972,91,74,813.57

<i>Previous Year</i>	<i>S. No.</i>	<i>LIABILITIES</i>	<i>Sch.No.</i>	<i>Amount</i>
10928,63,02,083.82		Total B/F		12857,34,76,096.41
41,80,37,287.28	11.	Building Construction Fund	XII	49,05,78,315.81
93,07,851.63	12.	Building Maintenance (Repair, renewal & replacement) Fund	XIII	1,12,12,826.93
46,15,23,973.35	13.	Revenue Surplus	XIV	76,58,43,529.30
76,49,818.87	14. (a)	Group Insurance Scheme (Old)		84,15,867.39
(—) 22,848.74	(b)	Group Insurance Scheme (New)		(—) 33,221.24
37,02,56,036.77	15.	Sundry Credits	XV	91,41,03,914.92
11055,30,54,202.98		TOTAL :		13076,35,97,329.52

<i>Previous Year</i>	<i>S. No.</i>	<i>ASSETS</i>	<i>Sch. No.</i>	<i>Amount</i>
11025,15,42,161.93		Total B/F		12972,91,74,813.57
26,75,20,704.48	6.	Remittance in transit	XXI	42,10,28,140.98
17,192.25	7.	Cash in hand		96,103.83
(—) 5,34,51,244.92	8.	Cash at Bank (Both SBI & RBI)	XXII	50,02,61,888.60
8,74,25,389.24	9.	Sundry Debits	XXIII	11,30,36,382.54
11055,30,54,202.98		TOTAL :		13076,35,97,329.52

Previous Year

Rs. 9875.88 Lakhs
Rs. 4497.53 "

Foot Note :

- (i) The accounts have been compiled on actual basis
- (ii) Estimated amount due from the employers but not received.
 - (a) E.P.F. Contribution
 - (b) Penal Damages on Contribution, Adm. charges and Inspection charges.
- (iii) The investment of E.P.F., S.P.F. & Pension-cum-Gratuity Fund are shown in the Balance Sheet at Cost Price.
- (iv) Out of the Building Construction Fund of Rs. 49,05,78,315.81 the cost of Land & Building acquired as on 31.3.91 including the advances paid is Rs. 31,30,50,905.60 and the balance of Rs. 17,75,27,410.21 is invested alongwith E.P.F. Administration Fund.

Rs. 9602.85 Lakhs
Rs. 4834.26 Lakhs

Sd/-
(L.N. PRASAD)
FINANCIAL ADVISOR & CHIEF ACCOUNTS OFFICER

Sd/-
(B.N. SOM)
CENTRAL PROVIDENT FUND COMMISSIONER

SCHEDULE NO. I

1989-90

1990-91

Details of Income :

(1) Adm. charges	54,87,91,711.97	64,63,95,412.04
(2) Inspection charges	6,03,12,494.15	7,08,93,243.07
(3) Penal Damages	6,99,274.44	6,90,827.47
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	60,98,03,480.56	71,79,79,482.58
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SCHEDULE NO. II

**Receipt from Govt. & Other
Accounts:**

(1) From Govt. for Admn. of Family Pension Scheme	4,20,00,000.00	21,37,53,510.00
A.E. (C.D.) Scheme	—	—
(2) From other Accounts	(-) 99,19,259.65	73,32,476.34
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	3,20,80,740.35	22,10,85,986.34
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**DETAILS OF RECEIPT FROM OTHER ACCOUNTS APPEARING IN
SCHEDULE NO. II**

(1) From Administration A/c of E.D.L.I. Scheme	49,80,632.54	19,81,894.68
(2) From other Accounts	—	—
	<hr/>	<hr/>
	49,80,632.54	19,81,894.68
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Less:

(1) Amount transferred to other Accounts in Adjustment	51,42,379.82	7,70,092.50
(2) Transfer from A/c. No. 2 to Account No. 4 and vice-versa as per Regional Offices Accounts and Central Office Accounts	97,57,512.37	(—) 61,20,674.16
	<hr/>	<hr/>
	1,48,99,892.19	(—) 53,50,581.66
	<hr/>	<hr/>
Net Total:-	(—) 99,19,259.65	73,32,476.34

SCHEDULE NO. III	1989-90	1990-91
Employees' Provident Fund A/c	6694,15,26,210.93	7779,26,39,651.96
Balance as per last Balance Sheet		
Add:—		
Contribution (including refund of withdrawal and transferred securities) received during the year.	1313,31,78,646.92	1625,32,69,161.94
Contribution received by way of transferred securities (H.Q. Office contra)	9,40,45,617.92	6,65,74,202.56
Interest credited to members account.	593,64,83,617.24	1010,57,94,817.95
Other Receipts	8,74,86,712.40	7,41,35,491.73
Total :—	<u>8619,27,20,805.41</u>	<u>10429,24,13,326.14</u>
Less:		
Payment made during the year to out going members on final settlement.	563,45,86,566.94	694,33,41,598.16
Premia paid during the year on members Life Insurance Policies	82,88,090.73	1,56,12,339.15
Loan paid during the year to the members	213,86,51,598.42	283,69,71,335.04
Employer's share forfeited during the year	13,84,38,607.96	9,70,658.03
Unclaimed Deposit A/c.	34,71,22,729.02	6,10,62,810.89
Miscellaneous Payment	12,66,47,260.38	23,72,84,651.08
Amount of securities transferred back to exempted Establishments	63,46,300.00	2,87,900.00
Total :—	<u>840,00,81,153.45</u>	<u>1009,55,31,292.35</u>
Balance as on 31-3-1991	<u>7779,26,39,651.96</u>	<u>9419,68,82,033.79</u>

SCHEDULE NO. IV

Unclaimed Deposit Account		
Balance as per last Balance Sheet	37,61,22,316.91	70,57,97,324.30
Add:		
Amount transferred during the year	34,71,22,729.02	6,10,62,810.89
Total:—	<u>72,32,45,045.93</u>	<u>76,68,60,135.19</u>

Less:	1989-90	1990-91
Amount paid during the year	1,74,47,721.63	1,09,60,345.72
Balance as on 31-3-1991	<u>70,57,97,324.30</u>	<u>75,58,99,789.47</u>

SCHEDULE NO. V

Forfeiture Account:

Balance as per last Balance Sheet	1,56,37,63,414.09	1,88,93,88,034.53
Add:		
Employer's share forfeited during the year	13,84,38,607.96	9,70,658.03
Interest on forfeiture Account	18,76,51,610.00	22,67,26,564.00
	<u>1,88,98,53,632.05</u>	<u>2,11,70,85,256.56</u>

Less:

(1) Amount transferred to Special Reserve Fund during the year	—	—
(2) Amount transferred to Death Relief Fund for 1989-90 & 1990-91	—	20,00,000.00
(3) Amount paid from forfeiture Account during the year	4,65,597.52	4,42,370.36
	<u>4,65,597.52</u>	<u>24,42,370.36</u>
Balance as on 31-3-91	<u>1,88,93,88,034.53</u>	<u>2,11,46,42,886.20</u>

SCHEDULE NO. VI

Death Relief Fund:

Balance as per last Balance Sheet	23,22,078.55	11,11,770.05
Amount recieved from forfeiture Account	—	20,00,000.00
Amount recouped during	303.00	—
	<u>23,22,381.55</u>	<u>31,11,770.05</u>

Less:

Payment made during the year	12,10,611.50	13,80,568.00
Balance as on 31-3-1991	<u>11,11,770.05</u>	<u>17,31,202.05</u>

SCHEDULE NO. VII	1989-90	1990-91
Interest Suspense Account:		
Balance as per last Balance Sheet	2266,03,49,467.69	2747,42,28,113.39
Less:		
1. Interest credited to members A/c. during the year	593,64,83,617.24	1010,57,94,817.95
2. Interest paid on deposits refunded to exempted establishments	1,40,370.86	16,63,585.04
3. Interest paid to vendors	5,49,80,244.83	92,79,418.96
4. Interest accrued on Forfeiture A/c. adjusted	18,76,51,610.00	22,67,26,564.00
5. Interest accrued on Fluctuation Account adjusted	8,88,21,777.60	12,12,08,556.60
	<hr/>	<hr/>
	626,80,77,620.53	1046,46,72,942.55
	<hr/>	<hr/>
Balance in the Accounts to be credited to the subscribers members A/c. upto 31.3.1989	1639,22,71,847.16	1700,95,55,170.84
Add:		
1. Interest realised on investment of securities	1106,12,04,667.22	1294,40,97,877.18
2. Interest on S.B. A/cs. (Central)	29,78,313.30	49,14,677.15
3. Interest on S.B. A/cs. (Regional)	36,05,456.66	34,15,734.24
4. Interest on securities received from the estts.	30,705.75	37,62,010.34
5. Interest realised from members on loans	83,564.50	1,22,278.57
6. Penal Damages on belated contributions received during the year	1,40,53,558.80	1,85,84,028.16
	<hr/>	<hr/>
	1108,19,56,266.23	1297,48,96,605.64
	<hr/>	<hr/>
Balance as on 31-3-1991	2747,42,28,113.39	2998,44,51,776.48

SCHEDULE NO. VIII	1989-90	1990-91
A. Staff Provident Fund:		
Balance as per last Balance Sheet	11,85,82,687.83	15,00,30,242.04
Add:		
Contribution (including refund of withdrawal) received during the year	7,32,55,113.96	8,35,51,117.65
Interest credited to member's account	1,41,43,244.30	2,14,88,007.00
	<u>20,59,81,046.09</u>	<u>25,50,69,366.69</u>
Less:		
Payment made during the year to outgoing members on final settlement	1,12,15,128.81	1,55,60,402.70
Premia paid during the year on members Life Insurance Policies	23,658.15	33,419.06
Loan paid during the year to the members	4,23,64,135.53	4,93,85,267.95
Other payment (Transfer to other Regions)	23,47,881.56	33,80,254.98
	<u>5,59,50,804.05</u>	<u>6,83,59,344.69</u>
Balance as on 31-3-91	15,00,30,242.04	18,67,10,022.00
B. S.P.F. A/c. transferred from other Regions:		
Balance as on 1-4-1990	14,66,470.34	14,68,857.92
Add:		
Amount transferred out to the regions	23,47,881.56	33,80,254.98
	<u>38,14,351.90</u>	<u>48,49,112.90</u>
Amount received from other regions	23,45,493.98	31,75,002.10
Balance as on 31-3-1991	14,68,857.92	16,74,110.80
Total (A + B)	<u>15,14,99,099.96</u>	<u>18,83,84,132.80</u>

SCHEDULE NO. IX	1989-90	1990-91
Staff Provident Fund		
Interest Account:		
Balance as per last Balance Sheet	1,98,562.33	3,63,067.40
Add:		
(1) Interest realised on investment of securities	1,43,44,922.47	1,80,70,568.95
(2) Interest on S.B. Account	1,620.10	785.25
	<hr/>	<hr/>
	1,45,45,104.90	1,84,34,421.60
Less:		
(1) Interest credited to members Account during the year	1,41,43,244.30	2,14,88,007.00
(2) Interest paid to vendors	38,793.20	18,426.37
	<hr/>	<hr/>
	1,41,82,037.50	2,15,06,433.37
	<hr/>	<hr/>
Balance as on 31.3.1991	3,63,067.40	(-) 30,72,011.77

SCHEDULE NO. X

Pension-cum-Gratuity Account:

Balance as per last Balance Sheet	17,48,43,196.49	20,46,72,124.77
Add:		
Amount transferred during the year from A/c. No.4	1,00,00,000.00	90,00,000.00
Interest realised on S.B. Account	2,393.10	-----
Interest realised on Securities during the year	1,98,27,669.40	2,29,58,525.51
	<hr/>	<hr/>
	20,46,73,258.99	23,66,30,650.28

Less:	1989-90	1990-91
Payment made by the regions	-----	-----
Interest paid to vendors during the year	1,134.22	11,295.18
	<u>1,134.22</u>	<u>11,295.18</u>
Balance as on 31-3-1991	20,46,72,124.77	23,66,19,355.10

SCHEDULE NO. XI

Investment Fluctuation A/c.:

(A) Gain on redemption of securities accounted upto 1989-90	74,01,81,480.37	101,00,71,305.50
(B) Gain on redemption of securities accounted for the year 1990-91	19,59,03,417.03	4,94,20,540.23
(C) Interest on Fluctuation A/c.	8,88,21,777.60	12,12,08,556.60
Total:-	<u>102,49,06,675.00</u>	<u>118,07,00,402.33</u>
Less:		
Loss on sale of securities	1,48,35,369.50	13,93,00,000.00
Balance as on 31.3.1991	<u>101,00,71,305.50</u>	<u>104,14,00,402.33</u>

SCHEDULE NO. XII	1989-90	1990-91
Building Construction Fund:		
Balance as per last Balance Sheet	35,30,18,180.86	41,80,37,287.28
Add:		
(1) Provision made during the year	5,00,00,000.00	5,00,00,000.00
(2) Interest credited to the fund	1,50,19,106.42	2,25,41,028.53
Balance as on 31.3.1991	<u>41,80,37,287.28</u>	<u>49,05,78,315.81</u>

Note:—

The cost of Land and Building acquired as on 31.3.1990 is Rs. 31,30,50,905.60 and the amount available for construction purposes as on 31.3.1991 is Rs. 17,75,27,410.21

SCHEDULE NO. XIII

Building Maintenance (Repair, renewal, replacement) Fund		
Balance as per last Balance Sheet	72,08,823.22	93,07,851.63
Add:		
(1) Amount appropriated from Revenue Surplus during the year	12,00,958.41	7,43,427.45
(2) Interest credited	8,98,070.00	11,61,547.85
Balance as on 31.3.1991	<u>93,07,851.63</u>	<u>1,12,12,826.93</u>

SCHEDULE NO. XIV

Revenue Surplus:		
Balance as per last Balance Sheet	37,79,03,295.99	46,15,23,973.35
Less:		
(1) Amount adjusted by the Regional Office	-----	-----
(2) Excess of Expenditure over Income during the year as transferred from Income and Expenditure Appropriation Account	-----	-----
	<u>37,79,03,295.99</u>	<u>46,15,23,973.35</u>

	1989-90	1990-91
Add:		
(1) Amount adjusted by Regional Office	-----	-----
(ii) Excess of Income over expenditure during the year as transferred from Income & Expenditure Appropriation Account Balance as on 31.3.1991	8,36,20,677.36	30,43,19,555.95
	<u>46,15,23,973.35</u>	<u>76,58,43,529.30</u>

SCHEDULE NO. XV

Sundry Credits:

(a) Suspense Account (Unclassified)	5,17,93,068.54	4,83,92,100.95
(b) Erroneous Receipt	-----	-----
(c) Irregular Payments	10,08,987.97	10,08,987.97
(d) Over Payments	4,34,397.59	9,07,186.09
(e) A.E.C.D. (D.A.) A/c.	40,578.32	40,578.32
(f) Amount repayable to E.D.L.I Account	3,95,000.00	2,81,95,000.00
(g) Pension Fund Investment A/c. and S.P.F. Investment Account	-----	-----
(i) Amount invested in EPF A/c.	4,13,200.00	5,19,700.00
(h) Erroneous Credit to Account No. 8	1,02,10,804.45	81,60,720.45
(i) Amount not accounted for by the Regions though received in A/c. No. 5 from A/c. No.1	8,75,009.00	8,75,009.00
(ii) Extra credit given by Bank to A/c. No. 3 without any corresponding debit to Account No. 5	1,34,15,517.03	35,52,142.56
(iii) Amount credited to A/c. No. 3 but not debited to Account No. 5	21,01,56,566.00	72,45,97,719.00
(iv) Erroneous credit to Account No. 5	7,90,12,205.89	9,41,93,857.60
(i) Excess credit to A/c. No. 8	25,00,701.98	32,83,912.98
(j) Excess credit to A/c. No.9	-----	3,77,000.00
	<u>37,02,56,036.77</u>	<u>91,41,03,914.92</u>

SCHEDULE NO. XVI

1989-90

1990-91

**Investment Account of
Employees' Provident Fund:**

(a) Securities purchased centrally (cost price)		
Balance as per last Balance Sheet	9139,59,39,472.94	10800,63,12,553.44
Add:		
(i) Amount invested centrally during the year (cost price)	2425,72,04,813.47	2486,80,39,918.39
(ii) Gain on the purchase of securities for the year 1990-91	19,59,03,417.03	4,94,20,540.23
	<u>11584,90,47,703.44</u>	<u>13292,37,73,012.06</u>
Less:		
(i) Loss on sale of securities during the year	-----	-----
(ii) Value of securities redeemed during the year	784,27,35,150.00	587,48,79,800.00
	<u>784,27,35,150.00</u>	<u>587,48,79,800.00</u>
Balance (a) as on 31-3-1991	10800,63,12,553.44	12704,88,93,212.06
B. Securities transferred by regions balance as per last balance sheet (Accepted value)	90,51,74,300.50	99,28,73,618.42
Add:		
Securities received during the year (Accepted Value)	9,40,45,617.92	6,65,74,202.56
Other Adjustment	-----	-----
	<u>99,92,19,918.42</u>	<u>105,94,47,820.98</u>
Less:		
Securities returned back to Establishment (Accepted value)	63,46,300.00	2,87,900.00
Other Adjustment	-----	-----
Balance (b) as on 31.3.1991	<u>99,28,73,618.42</u>	<u>105,91,59,920.98</u>
Total (a) & (b)	<u>10899,91,86,171.86</u>	<u>12810,80,53,133.04</u>

SCHEDULE NO. XVII

1989-90

1990-91

**Investment Account to
Staff Provident Fund:**

Balance as per last Balance Sheet	11,64,83,959.27	14,99,92,402.66
--------------------------------------	-----------------	-----------------

Add:

Amount invested centrally during the year (Purchase price)	4,11,69,893.39	3,73,03,572.93
--	----------------	----------------

TOTAL:15,76,53,852.6618,72,95,975.59**Less:**

Value of securities redeem during the year	76,61,450.00	72,08,450.00
--	--------------	--------------

Balance as on 31-3-1991

14,99,92,402.6618,00,87,525.59**SCHEDULE NO. XVIII****Investment Account of Pension-
cum-Gratuity Fund (Staff):**

Balance as per last Balance Sheet	17,16,84,312.83	20,25,81,334.81
--------------------------------------	-----------------	-----------------

Add:

Amount invested centrally during the year (Purchase price)	4,46,73,171.98	4,30,00,835.17
--	----------------	----------------

21,63,57,484.8124,55,82,169.98**Less:**

Value of securities redeemed during the year	1,37,76,150.00	93,80,400.00
---	----------------	--------------

Balance as on 31.3.1991

20,25,81,334.8123,62,01,769.98

SCHEDULE NO. XIX	1989-90	1990-91
Investment Account of Administration Fund:		
Balance as per last Balance Sheet	40,16,73,529.10	50,57,73,529.10
Add:		
Amount invested in FDR	23,58,00,000.00	42,65,00,000.00
	<u>63,74,73,529.10</u>	<u>93,22,73,529.10</u>
Less:		
Securities redeemed during the year	13,17,00,000.00	19,54,32,500.00
	<u>50,57,73,529.10</u>	<u>73,68,41,029.10</u>

SCHEDULE NO. XX

Recoverable Advance (Staff) as on 31.3.1991:

(a) Conveyance Advance	1,83,20,241.03	2,25,06,051.38
(b) House Building Advance	6,83,11,150.93	8,66,04,872.53
(c) Fan Advance	25,829.50	58,864.00
(d) Warm Clothing Advance	1,807.75	2,323.75
(e) Festival Advance	19,39,277.10	17,78,220.10
(f) Natural Calamity Advance	2,66,698.80	6,43,580.80
(g) Advance of Pay/DA/TA	9,30,392.05	15,28,272.86
(h) Food Grain Advance	3,433.55	3,223.55
(i) Advance to Staff Co-operative Canteen/Stores	4,35,072.71	5,04,933.91
(j) Miscellaneous Payment	58,07,732.21	5,27,753.77
	<u>9,60,41,635.63</u>	<u>11,41,58,096.65</u>

SCHEDULE NO. XXI

1989-90

1990-91

Amount in transit:

(a) E.P.F. Account No. 4	44,82,010.00	62,91,516.00
(b) E.P.F. Account No. 5	25,64,40,365.32	40,76,57,059.57
(c) S.P.F. Account No. 8	55,61,629.16	65,59,365.41
(d) Pension-cum-Gratuity Account No. 9	6,23,000.00	-----
(e) S.P.F. Investment A/c.	1,59,900.00	2,66,400.00
(f) Pension-cum-Gratuity Fund Investment Account	2,53,800.00	2,53,800.00
	<hr/>	<hr/>
	26,75,20,704.48	42,10,28,140.98
	<hr/>	<hr/>

SCHEDULE NO. XXII**Cash Balance as on 31st March:**

(a) State Bank of India		
E.P.F. Account No. 1	13,49,144.29	21,28,85,450.33
E.P.F. Account No. 2	4,25,03,017.66	5,24,29,273.04
E.P.F. Account No. 3	(-) 29,77,84,584.43	(-) 16,19,77,437.11
E.P.F. Account No. 4	2,19,92,101.45	10,27,10,919.71
E.P.F. Account No. 5	15,10,28,165.65	22,29,50,331.40
E.P.F. Account No. 8	8,76,578.23	81,864.36
E.P.F. Account No. 9	31.24	31.24
	<hr/>	<hr/>
	(-) 8,00,35,545.91	42,90,80,432.97
	<hr/>	<hr/>
(b) Reserve Bank of India:		
E.P.F. Investment A/c.	2,50,82,799.80	7,11,27,239.63
S.P.F. Investment A/c.	8,20,427.98	46,347.63
Pension-cum-Gratuity Investment Account	6,81,073.21	7,868.37
	<hr/>	<hr/>
	2,65,84,300.99	7,11,81,455.63
	<hr/>	<hr/>
Total (a) + (b)	(-) 5,34,51,244.92	50,02,61,888.60

SCHEDULE NO. XXIII

1989-90

1990-91

Sundry Debits:

A. Suspense A/c. (Unclassified)	1,78,31,835.88	3,10,13,713.56
B. Irregular Payments	10,08,987.97	10,08,987.97
C. Over Payments	4,34,397.59	9,07,186.09
D. Erroneous debit to A/c No. 5	-----	-----
(a) Excess accounted for by Regional Office as transfer to A/c. No. 5 from Account No. 1	1,14,93,086.00	1,87,98,961.12
(b) Extra debit made to A/c. No. 5 by Bank	5,66,11,621.15	6,12,62,073.15
E. Theft	45,460.65	45,460.65
	<hr/>	<hr/>
	8,74,25,389.24	11,30,36,382.54
	<hr/>	<hr/>

**RECEIPT AND PAYMENT ACCOUNT
AND
BALANCE SHEET OF
EMPLOYEES' FAMILY PENSION
SCHEME**

**EMPLOYEES FAMILY PENSION
RECEIPT AND PAYMENT ACCOUNT
(Contribution)**

<i>S.No</i>	<i>RECEIPT</i>	<i>Amount</i>
1.	Opening Balance as on 1st April, 1990	3546,26,88,315.24
2.	(i) Contribution of Employees & Employers	316,83,11,126.93
	(ii) Contribution of Govt. 1990-91	111,03,38,543.73
	(iii) Arrears of contribution of Govt. upto the year 1989-90	29,30,07,946.27
3.	Interest on the balance in the Public Account	317,74,00,000.00
4.	Interes on Saving Bank Account	14,98,981.07
5.	Other Receipts	
	(a) Regional Contribution Account No. 10	2,08,59,143.41
	(b) Central Contribution Account No. 11	—
TOTAL :		4323,41,04,056.65

SCHEME, 1971
FOR THE YEAR 1990-91
(Account)

<i>S.No</i>	<i>PAYMENT</i>	<i>Amount</i>
1.	Amount paid to outgoing members/ beneficiaries	
(a)	Amount of Employees' share with interest	4,98,87,368.68
(b)	Withdrawal/Retirement Benefits	34,53,00,937.61
(c)	Life Assurance Benefits	6,30,10,124.15
(d)	Family Pension	53,21,37,957.60
2.	Other Payments	
(a)	Regional Contribution Account No.10	1,07,43,463.02
(b)	Central Contribution Account No. 11	—
3.	Closing Balance	4223,30,24,205.59
TOTAL :		4323,41,04,056.65

Sd/-
(L.N. PRASAD)
FINANCIAL ADVISOR & CHIEF ACCOUNTS OFFICER

Sd/-
(B.N. SOM)
CENTRAL PROVIDENT FUND COMMISSIONER

**EMPLOYEES FAMILY PENSION
RECEIPT AND PAYMENT ACCOUNT
(Administration)**

<i>S.No</i>	<i>RECEIPT</i>	<i>Amount</i>
1.	Amount received from Government towards cost of Administration 1990-91	21,37,53,510.00
2.	Miscellaneous Receipts	40.50
3.	Amount received from EPF Administration Account C/F	—
TOTAL :		21,37,53,550.50

SCHEME, 1971
FOR THE YEAR 1990-91
Account)

S.No	PAYMENT	Amount
1.	Balance amount incurred from EPF Administration Account B/F as on 1.4.90	10,45,71,187.58
2.	Payment on Administration	
	(i) Revenue expenditure	
	(a) Salaries	6,15,06,607.12
	(b) Allowances & Honoraria	1,11,42,141.90
	(c) Travelling Allowance	27,08,285.93
	(d) Pension/Gratuity (Staff)	48,78,775.89
	(e) S.P.F., E.D.L.I Benefits	6,494.88
	(f) Other charges	1,66,99,343.86
	(g) Grants	4,16,463.16
	(h) Charges on maintenance and repairs of Office Building	8,08,974.31
	(ii) Capital expenditure Construction (Office Building etc.)	78,00,577.00
3.	Excess of receipt over payment	32,14,698.87
TOTAL :		21,37,53,550.50

Sd/-
(L.N. PRASAD)
FINANCIAL ADVISOR & CHIEF ACCOUNTS OFFICER

Sd/-
(B.N. SOM)
CENTRAL PROVIDENT FUND COMMISSIONER

**EMPLOYEES' FAMILY PENSION
BALANCE SHEET AS AT**

<i>Balance as at 31st March Previous Year</i>	<i>S. No.</i>	<i>LLABILITIES</i>	<i>Sch. No.</i>	<i>Amount</i>
3546,26,88,315.24	1.	Employees' Family Pension Fund Contribution Account		4223,30,24,205.59
	2.	Family Pension Fund Admn. Account		32,14,698.87
10,45,71,187.58		Amount incurred from EPF Administration Account		
6,70,54,858.05	3.	Sundry Credits	I	5,85,12,240.51
3563,43,14,360.87		TOTAL :		4229,47,51,144.97

SCHEME, 1971
31ST MARCH, 1991

<i>Balance as at 31st March Previous Year</i>	<i>S. No. ASSETS</i>	<i>Sch. No.</i>	<i>Amount</i>
3538,50,63,371.48	1. Family Pension Fund Contribution Investment Account kept in Deposit with Public A/c.	II	4202,26,35,649.45
	2. Family Pension Fund Administration Account		32,14,698.87
10,45,71,187.58	Amount recoverable from Central Government		
1,07,50,015.93	3. Cash Book Balance FPF Contribution Account	III	8,11,57,151.35
10,16,19,069.22	4. Remittance in transit		17,22,22,552.74
3,23,10,716.66	5. Sundry Debits	IV	1,55,21,092.56
3563,43,14,360.87	TOTAL :		4229,47,51,144.97

NOTE:

- | | |
|--|---------------------|
| (i) Family Pension Contribution due from employers of exempted and unexempted establishments as on 31.3.1991 | Rs. 1087.91 Lakhs |
| (ii) Family Pension Contribution due from Govt. as on 31.3.1991 | Rs. 47,38,17,019.73 |
| (iii) Family Pension Administration cost due from Govt. as on 31.3.1991 | — |

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FINANCIAL ADVISOR & CHIEF ACCOUNTS OFFICER

Sd/-
(B.N. SOM)
CENTRAL PROVIDENT FUND COMMISSIONER

SCHEDULE NO. I	1989-90	1990-91
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Sundry Credits:

1. Account No. 10	78,10,933.88	30,67,218.98
2. Account No. 11	5,92,43,924.17	5,54,45,021.53
	<u>6,70,54,858.05</u>	<u>5,85,12,240.51</u>
Balance as at 31st March:		

SCHEDULE NO. II

Amount kept in deposit

with Public Accounts

Balance as per last Balance Sheet	2920,61,19,929.35	3538,50,63,371.48
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Add:

(i) Amount deposited in Public Account during the year	208,66,43,442.13	205,68,25,787.97
(ii) Govt. share of contribution	110,10,57,017.13 } 36,52,42,982.87 }	111,03,38,543.73 } 29,30,07,946.27 }
(iii) Interest on Public Account	262,60,00,000.00	317,74,00,000.00
Balance as at 31st March:	<u>3538,50,63,371.48</u>	<u>4202,26,35,649.45</u>

SCHEDULE NO. III

Cash Book Balance

1. Account No. 10	(-) 11,36,543.07	3,91,84,730.64
2. Account No. 11	1,18,86,559.00	4,19,72,420.71
	<u>1,07,50,015.93</u>	<u>8,11,57,151.35</u>
Balance as at 31st March:		

SCHEDULE NO. IV

Sundry Debits:

1. Account No. 10	5,88,655.80	32,82,438.40
2. Account No. 11	3,17,22,060.86	1,22,38,654.16
	<u>3,23,10,716.66</u>	<u>1,55,21,092.56</u>
Balance as at 31st March:		

**RECEIPT AND PAYMENT ACCOUNT
AND
BALANCE SHEET OF
EMPLOYEES' DEPOSIT LINKED INSURANCE SCHEME**

**EMPLOYEES' DEPOSIT LINKED
RECEIPT AND PAYMENT ACCOUNT
(Contribution**

<i>S. No.</i>	<i>RECEIPT</i>	<i>AMOUNT</i>
1.	Opening Balance as on 1st April, 90	638,61,35,513.20
2. (i)	Contribution of Employers	42,23,75,890.36
(ii)	Contribution of Govt. 1990-91	18,97,00,000.00
3.	Interest on Investment in Public Account	56,97,00,000.00
4.	Interest on Investment in securities	19,99,283.75
5.	Interest on S.B. Account	2,41,917.86
6.	Penal Damages	4,04,169.72
7.	Other receipts in:	
	Account No. 21	15,08,780.85
	Account No. 25	—
TOTAL :		757,20,65,555.74

**INSURANCE SCHEME, 1976
FOR THE YEAR 1990-91
Account)**

<i>S. No.</i>	<i>PAYMENT</i>	<i>AMOUNT</i>
1.	Assurance Benefits	12,37,93,062.55
2.	Amount refunded to employers on grant of exemption	—
3.	Other payment in:	
	Account No. 21	16,36,563.96
	Account No. 25	128.00
		<hr/> 16,36,691.96
4.	Closing Balance	744,66,35,801.23
<hr/> TOTAL :		<hr/> 757,20,65,555.74 <hr/>

Sd/-
(L.N. PRASAD)
FINANCIAL ADVISOR & CHIEF ACCOUNTS OFFICER

Sd/-
(B.N. SOM)
CENTRAL PROVIDENT FUND COMMISSIONER

**EMPLOYEES' DEPOSIT LINKED
RECEIPT AND PAYMENT ACCOUNT
(Administration)**

<i>S. No.</i>	<i>RECEIPT</i>	<i>AMOUNT</i>
1.	Opening Balance as on 1st April, 1990	151,43,48,573.20
2.	Administration charges received from the employers during the year	2,42,45,719.03
3.	Inspection charges received	69,73,881.75
4.	Penal Damages	1,41,394.45
5.	Amount received from Govt. towards cost of Administration of the fund for the year 1990-91	2,92,60,000.00
6. (a)	Interest received on investment from Administration Account	9,70,02,686.11
(b)	Interest on S.B. Account	1,07,169.31
		35,787.41
(c)	Interest on Advance	980.00
		1,43,936.72
7.	Other Receipt Account No. 22	3,59,586.19
	Account No. 24	—
		3,59,586.19
TOTAL :		167,24,75,777.45

**INSURANCE SCHEME, 1976
FOR THE YEAR 1990-91
Account)**

<i>S. No.</i>	<i>PAYMENT</i>	<i>AMOUNT</i>
1.	Payment on Administration:	
	(a) Revenue Expenditure:	
	(i) Salaries	38,55,829.18
	(ii) Allowances & Honoraria	6,84,726.70
	(iii) T.A. & L.T.C.	1,69,271.84
	(iv) Pension/Gratuity (Staff)	3,04,923.78
	(v) Staff Provident Fund, DLI Benefits	405.93
	(vi) Other charges (Recurring and non-recurring)	10,43,629.05
	(vii) Grants	26,085.66
	(viii) Maintenance and repairs of Office Building etc.	50,561.63
	(b) Capital Expenditure Construction of Office Building/Staff quarters etc.	4,87,536.00
		61,35,433.77
2.	Other Payment:	
	Account No. 22	6,07,184.40
	Account No. 24	—
3.	Closing Balance	166,52,45,623.28
	TOTAL :	167,24,75,777.45

Sd/-
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FINANCIAL ADVISOR & CHIEF ACCOUNTS OFFICER

Sd/-
(B.N. SOM)
CENTRAL PROVIDENT FUND COMMISSIONER

**EMPLOYEES' DEPOSIT LINKED
BALANCE SHEET AS AT**

<i>Balance as at 31st March Previous Year</i>	<i>S. N.</i>	<i>LIABILITIES</i>	<i>Sch. No.</i>	<i>Amount</i>
6,38,61,35,513.20	1.	Employees Deposit linked Insurance Fund Account		744,66,35,801.23
1,51,43,48,573.20	2.	Employees' Deposit Insurance Fund Adm. Account		166,52,45,623.28
18,24,53,139.73	3.	Sundry Credits	I	12,27,09,689.02
8,08,29,37,226.13	TOTAL :			923,45,91,113.53

**INSURANCE SCHEME, 1976
31ST MARCH, 1991**

<i>Balance as at 31st March Previous Year</i>	<i>S. N. ASSETS</i>	<i>Sch. No.</i>	<i>Amount</i>
	1. Investment Account		
	(a) Employees Deposit Linked Insurance Fund Account		
3,12,37,265.83	(i) Investment in Securities	II	1,85,39,265.83
643,89,46,806.97	(ii) Deposit in Public Account	III	746,80,07,064.24
	(b) Employees' Deposit Linked Insurance Admn. Fund Account		
1,54,54,96,000.00	(i) Amount invested in term deposits	IV	163,65,00,000.00
(-)-1,53,60,292.98	(ii) Amount due from EPF Adm. Account	V	79,61,165.39
2,30,47,048.92	2. Cash Balance	VI	2,47,48,804.16
5,03,76,545.40	3. Remittance in transit	VII	6,61,18,220.57
91,93,851.99	4. Sundry Debits	VIII	1,27,16,593.34
808,29,37,226.13	TOTAL :		923,45,91,113.53

Previous Year

Foot Note:

Rs. 329.05 Lakhs	1. E.D.L.I contribution due from employers as on 31.3.91	Rs. 350.49 Lakhs
Rs. 285.95 "	2. E.D.L.I Adm. and Inspection charges due from employers as on 31.3.91	Rs. 131.29 "
Rs. 41,83,038 received in excess	3. E.D.L.I contribution (Govt.) shares due as on 31.3.1991	Rs. 1,73,04,907.18
Rs. 2,89,67,279.67	4. E.D.L.I Adm charges (Govt) share due as on 31.3.91	Rs. 1,18,30,139.18

Sd/-
(L.N. PRASAD)
FINANCIAL ADVISOR & CHIEF ACCOUNTS OFFICER

Sd/-
(B.N. SOM)
CENTRAL PROVIDENT FUND COMMISSIONER

SCHEDULE NO. I	1989-90	1990-91
Sundry Credits		
1. Excess credit in A/c. No.21	33,32,425.76	39,08,940.51
2. Excess credit in A/c. No.25	8,54,32,687.23	7,06,72,713.61
3. Excess credit in R.B.I A/c.	13,34,287.05	13,44,061.05
4. Excess credit in A/c. No.22	28,88,432.33	42,36,090.59
5. Excess credit in A/c. No.24	8,94,65,307.36	4,25,47,883.26
Balance as on 31st March:	<u>18,24,53,139.73</u>	<u>12,27,09,689.02</u>

SCHEDULE NO. II

Investment in Securities

Balance as per last Balance Sheet	5,16,80,665.83	3,12,37,265.83
Less:		
Securities redeemed during the year	2,04,43,400.00	1,26,98,000.00
Balance as on 31st March:	<u>3,12,37,265.83</u>	<u>1,85,39,265.83</u>

SCHEDULE NO. III

Amount Deposited in Public A/c

Balance as per last Balance Sheet	543,20,39,258.25	643,89,46,806.97
1. Deposits made during the year	31,44,07,548.72	26,96,60,257.27
2. Govt. share of contribution 1990-90	19,37,76,580.58	18,97,00,000.00
3. Govt. share arrears upto 1989-90	1,50,23,419.42	----
4. Interest on balance in Public Account	48,37,00,000.00	56,97,00,000.00
Balance as on 31st March:	<u>6,43,89,46,806.97</u>	<u>746,80,07,064.24</u>

SCHEDULE NO. IV

1989-90

1990-91

Amount invested in Fixed Deposits:

Balance as per last Balance Sheet	120,30,94,000.00	154,54,96,000.00
Add:		
Amount deposited during the year	100,30,00,000.00	53,32,00,000.00
	<u>220,60,94,000.00</u>	<u>207,86,96,000.00</u>
Less:		
Amount redeemed during the year	66,05,98,000.00	44,21,96,000.00
Balance as on 31st March:	<u>154,54,96,000.00</u>	<u>163,65,00,000.00</u>

SCHEDULE NO. V**Amount due from EPF Adm. A/c.**

(a) Transaction in A/c. No. 24 Balance as per last Balance Sheet	(-) 1,54,81,102.01	(-) 1,53,60,292.98
Add:		
During the year	10,85,00,000.00	2,92,00,000.00
Less:		
Amount received back	10,88,05,000.00	14,00,000.00
Balance as on 31st March:	<u>(-) 1,57,86,102.01</u>	<u>1,24,39,707.02</u>
(b) Transaction in regard to Account No. 22 Amount transferred to EPF Account No. 2 Balance as on 31st March (a + b)	4,25,809.03 <u>(-) 1,53,60,292.98</u>	(-) 44,78,541.63 <u>79,61,165.39</u>

SCHEDULE NO. VI**Cash Book Balance:**

1. Account No. 21	25,75,734.13	1,09,35,921.64
2. Account No. 25	10,34,039.70	58,90,365.53
3. Account No. 22	55,83,537.29	70,70,837.15
4. Account No. 24	1,38,53,737.80	8,51,679.84
Balance as on 31st March:	<u>2,30,47,048.92</u>	<u>2,47,48,804.16</u>

SCHEDULE NO. VII

1989-90

1990-91

Remittance in Transit:

1. From A/c. No. 21 to 25	3,22,95,514.47	4,58,63,867.37
2. From RBI A/c. to A/c. No. 25	8,526.90	8,526.90
3. From A/c. No. 22 to 24	1,80,72,504.03	2,02,45,826.30
	<hr/>	<hr/>
Balance as on 31st March:	5,03,76,505.40	6,61,18,220.57

SCHEDULE NO. VIII**Sundry Debits:**

1. Account No. 21	(-) 18,02,165.88	(-) 26,26,601.65
2. Account No. 25	20,64,741.36	60,68,656.78
3. Account No. 22	7,96,299.26	7,60,892.21
4. Account No. 24	81,34,977.25	85,13,646.00
	<hr/>	<hr/>
Balance as on 31st March:	91,93,851.99	1,27,16,593.34

AUDIT CERTIFICATE

I have examined the following accounts of the Employees' Provident Fund Organisation (Consolidated Accounts):-

1. Income and Expenditure Account for the year ended 31st March 1991 and the balance sheet as on 31st March 1991 in respect of the 'Employees Provident Fund Scheme 1952'.
2. Receipt and Payments accounts for the year ended 31st March 1991 and the balance sheet as on 31st March 1991 in respect of the "Employees' Family Pension Scheme 1971" and "Employees' Deposit Linked Insurance Scheme 1976".

I have obtained all the information and explanations that I have required, and subject to the observations in the appended Audit Report, I certify, as a result of my audit, that in my opinion these accounts and Balance Sheets are properly drawn up so as to exhibit a true and fair view of the state of affairs of the Employees' Provident Fund Organisation according to the best of information and explanations given to me and as shown by the books of the Organisation.

Place : New Delhi
Date : 18.3.92

Sd/-
Pr. Director of Audit
Central Revenues

**AUDIT REPORT
ON THE CONSOLIDATED ACCOUNTS OF THE
EMPLOYEES' PROVIDENT FUND ORGANISATION
FOR THE YEAR 1990-91**

Audit Report of the Employees' Provident Fund Organisation for the year 1990-91.

1. Introductory

The Employees' Provident Fund Organisation (Organisation) is a statutory body established under the Employees' Provident Fund and Miscellaneous Provision Act, 1952. It has 16 Regional Offices and 48 Sub-regional offices with a central office at New Delhi.

The accounts of the Organisation are audited under section 19(2) of the Comptroller and Auditor General's (Duties power and Conditions of Service) Act, 1971. Apart from the Employees' Provident Fund (E.P.F.) Scheme, 1952, the Organisation has been entrusted with the administration of Employees' Family Pension (E.F.P.) Scheme, 1971, Additional Emoluments (Compulsory Deposit) (AECD) Scheme, 1974 and Insurance (EDLI) scheme, 1976. The administrative expenses of Employees Provident Fund scheme are met out of separate contributions levied on employers for the purpose, the Employees' Deposit Linked Insurance Scheme is administered out of contributions both from employers and the Central Government at specified rates. For administering Employees' Family Pension and Additional Emoluments (Compulsory Deposit) Scheme, the Organisation is provided with funds by the Central Government by way of recoupment of expenditure initially incurred by the Organisation. The Organisation is required to maintain separate sets of accounts for each of these schemes except Additional Emoluments (Compulsory Deposit) Scheme in respect of which the transactions are incorporated in the Employees' Provident Fund Accounts.

An analysis of the income and expenditure of Employees' Provident Fund Organisation for 1989-90 and 1990-91 is shown below:-

	1989-90	1990-91
Income		
		(Rupees in lakhs)
1. Receipt by way of administrative charges, inspection charges and penal damages	6,098.03	7,179.80
2. Interest earned on investment of surplus administrative fund	279.50	210.26
3. Receipt from Government and other accounts	320.81	2,210.86
4. Miscellaneous receipts	144.18	86.74
	<u>6,842.52</u>	<u>9,687.66</u>
Expenditure		
		(Rupees in lakhs)
1. Salaries of Officers and staff	2,692.58	3,208.03
2. Allowances and honoraria	588.29	560.10
3. Travelling allowance and leave travel concession	94.31	140.49
4. Pension/family pension/death-cum-retirement gratuity	197.40	253.11

5.	Staff Provident Fund		
	(a) Board's share	—	—
	(b) Staff Provident Fund, Employees' Deposit Linked Insurance Scheme benefits	0.11	0.32
6.	Other charges		
	(a) Recurring/non-recurring	612.45	864.20
	(b) Maintenance of office building and staff quarters	37.99	42.57
7.	(a) Grants	16.27	20.27
	(b) Refund of G.I.S. Savings Fund	2.17	3.33
8.	Expenditure incurred on administration of:-		
	(a) Family Pension Fund Scheme	1,238.34	981.67
	(b) Employees' Deposit Linked Insurance Scheme	12.07	61.35
	(c) Additional Emoluments (Compulsory Deposit) Scheme	2.32	1.59
		<u>5,494.30</u>	<u>6,137.03</u>
9.	Excess of income over expenditure	<u>1,348.22</u>	<u>3,550.63</u>
		<u>6,842.52</u>	<u>9,687.66</u>

2. Comment on Accounts:

2.1 Balance sheet of Employees' Provident Fund Scheme:

(i) Valuation of assets (land and building):

(a) The total value of land and building acquired upto the end of March, 1991 as per balance sheet was Rs. 3,130.51 lakhs, which included the land and building advances of Rs. 619.13 lakhs. The value of land and building as on 31st March 1991 as per the centralised, property register maintained by the Organisation, however, worked out to Rs. 2,494.06 lakhs which included advances of Rs. 586.25 lakhs paid to the Central Public Works Department (CPWD) and other construction agencies. The difference of Rs. 636.45 lakhs between the two sets of records had not been reconciled.

Centralised property register maintained by the Organisation was incomplete and did not contain complete details of land and building indicating Khasra No./Plot No., its boundaries etc., the approved design according to which the building was constructed etc. in each region. This was pointed out in the Audit reports for the years 1988-89 and 1989-90 also.

The Organisation had stated, in December 1989, that centralised assets register was incomplete for want of information details from some regional offices and all the Regional Provident Fund Commissioners had been advised to maintain the asset registers in their regions and also furnish the information to central office. However, the deficiency still persisted (December 1991).

The Organisation stated, in February 1992, that efforts were being made to reconcile the figures and to complete the records.

(b) Separate register containing complete details of the advances/deposits with the Central Public Works Department/other construction agencies and their adjustments/settlements made from time to time, was not maintained by the Organisation. The correctness of the land and building advances as on 31st March, 1991 shown in the consolidated balance sheet of the Organisation and their adjustment could not be verified in Audit. Year-wise break-up of outstanding advances was also not available with the central office.

The Organisation stated, in February 1992, that the Central Office was not required to maintain the accounts of the advances as advances/deposits to CPWD were made by the Regional Office and they maintained the account of advance.

The contention of the Organisation is not acceptable as being the central office it is responsible for monitoring the payments and adjustments of advances by its field offices.

(c) Sub-regional office at Nagpur had paid an amount of Rs. 24.28 lakhs in March, 1983 towards acquisition of land from Nagpur Improvement Trust. Though the Organisation had not taken possession of land pending decision of the court, the Organisation had shown the amount under fixed assets in the balance sheet instead of reflecting it under the head "Advances/Deposits paid to Nagpur Improvement Trust".

The Organisation stated, in February 1992, that the dispute had been settled and the possession of land was taken in November 1991.

2.1 (ii) Non-accounting of transactions:

As per records of the pay and Accounts office, Ministry of Labour, the balance under 'Special Deposits' by the Organisation on 31st March 1991 was Rs. 266.54 crores against Rs. 235.58 crores as per the balance sheet as on 31st March 1991. The difference between the figures confirmed by the pay and Accounts Office, Ministry of Labour and those included in the balance sheet of the Organisation was on account of non-accounting of Rs. 0.15 crores deposited by the Organisation and interest of Rs. 30.81 crores earned on the Special Deposits. To this extent the assets of the Organisation on 31st March 1991 were understated.

The Organisation stated in February 1992 that regarding accounting of Rs. 15 lakhs, action had already been taken with the State Bank of India and correct position would be reflected in the accounts for the year 1991-92. It further stated that the interest was not accounted for as the details could not be obtained from the Pay and Accounts Office, Ministry of Labour and that it would be accounted for during 1991-92.

2.1 (iii) Non-exhibition of "Additional Emoluments (Compulsory Deposit)"

Outstanding liabilities of Rs. 1,157.57 lakhs as on 31st March 1991 lying under the Additional Emoluments (Compulsory Deposits) scheme 1974, were not exhibited in the consolidated accounts of the Organisation for the year 1990-91.

The amount of Rs. 7.03 lakhs reimburseable from the Government of India towards the administrative charges on the scheme as on 31st March 1991 had also not been exhibited in the consolidated accounts of the Organisation for the year 1990-91.

Due to non-exhibition of these liabilities the balance sheet of the Organisation did not depict the true and fair view of the affairs of the Organisation.

The Organisation stated, in February 1992, that the Additional Emoluments (Compulsory Deposit) Funds did not form a part of the Funds of the Organisation. The amount of Additional Emoluments Compulsory Deposit stood invested with the Reserve Bank of India in a separate account and hence it was not depicted in the balance sheet of the Organisation. The contention of the Organisation was however not

tenable as it was responsible for administration and accounting of the scheme and therefore the transactions should form part of its accounts.

2.1 (iv) Discrepancies in the Balances under various funds and assets created therefrom.

The balances under the heads (1) Employees' Provident Fund (2) Staff Provident Fund (3) Pension-cum-Gratuity Fund and (4) Central Administration Fund, shown on the liabilities side of the balance sheet did not tally with the investment cash balances and other assets created therefrom and these were huge differences under each of them as under:—

(Rs. in lakhs)			
Fund	Liability	Asset	Difference
Employee's Provident Fund	12,89,690.55	12,89,736.86	46.31
Staff Provident Fund	1,967.57	1,870.41	(-)97.16
Pension-cum-Gratuity Fund	2,369.96	2,364.64	(-) 5.32
Central Administrative Fund	13,047.89	13,260.38	212.49

The Organisation had stated in October 1990 that accumulations under various funds were transferred to Employees' Provident Fund Investment Account from where all investments were made centrally till 1966-67 and the difference in figures between liabilities and assets was due to inter-mixing of funds for the above period. The Organisation had further stated that the transactions dated back to the period 1952-53 and onwards for which the records were not traceable.

The contention of the Organisation that the differences pertained to the period prior to 1966-67 only was not tenable as differences had been varying/increasing during each year. No effective action had been taken by the Organisation to reconcile the differences under the various funds. Item wise details and year-wise break-up of the unreconciled differences under the various funds had not been maintained by the Organisation.

The Organisation stated, in February 1992, the Regions were being advised to reconcile the figures so that the discrepancies are settled.

2.1 (v) Special Reserve Fund (Rs. 403.67 lakhs).

A 'Special Reserve Fund' was created for making payments to outgoing members or their nominees in cases where the employers of the un-exempted establishments had failed to deposit the whole or part of the contribution deducted from the wages of the sub-scribers to the Employees' Provident Fund. The amount so paid was subsequently recoverable from the employers of the defaulting establishments.

A huge amount of Rs. 403.67 lakhs under "Special Reserve Fund" was outstanding for recovery from defaulting employers as on 31st March 1991. The year-wise break-up of the amount was as under:—

Year	Amount (Rupees in lakhs)
1960-61 to 1980-81	93.41
1981-82	3.11
1982-83	4.14
1983-84	16.30
1984-85	22.45

1985-86	9.46
1986-87	54.23
1987-88	117.50
1988-89	23.78
1989-90	38.77
1990-91	20.52
TOTAL	403.67

The Organisation had stated, in October 1990 and February 1991 that major portion of the amount pertained to establishments which had already been closed or gone into liquidation. The details of the employers were available with the regional offices only where the payments were actually made and suitable action had been initiated by the regional offices to realise the arrears. However, the realisation process would always be tardy because of the legal formalities involved.

The position of recovery did not show any improvement and no amount was recovered during 1990-91.

The Organisation stated, in February 1992, that all our efforts were being made by the Regional Commissioners to recover the amount.

2.1 (vi) Interest suspense account (Rs. 2,998.45 crores):

The Interest earned on investments was initially credited to "Interest suspense account" to which debit was afforded on the basis of total interest credited to individual accounts of the subscribers. The credit balance of Rs. 2,998.45 crores under this head was very heavy considering that interest earned during 1990-91 was only Rs. 1,297.49 crores.

According to the Organisation, the reasons for such a huge surplus was non-reconciliation of the accounts of the subscribers. Despite issue of instructions by the Central Office regarding timely reconciliation of accounts of the subscribers to the Regional Commissioners, the accumulation of interest payable to subscribers was increasing every year as would be evident from the following details.

(Rs. in crores)				
Year:	Balance of the previous year	Interest earned during the year	Interest credited to subscribers account	Closing balance under 'Interest Suspense Account' (2+3-4)
(1)	(2)	(3)	(4)	(5)
1985-86	1,225.29	529.01	281.43	1,472.87
1986-87	1,472.87	659.44	300.63	1,831.68
1987-88	1,831.68	301.53	754.34	1,878.87
1988-89	1,878.87	937.74	550.58	2,266.03
1989-90	2,266.03	1,108.20	626.81	2,747.42
1990-91	2,747.42	1,297.49	1,046.46	2,998.45

The accumulation in the interest suspense account had been increasing from year to year and the amount to be credited to individual subscribers accounts had also been increasing. Out of the accumulated balance of Rs. 1,700.96 crores pertaining to the period upto 31.3.90 in the interest suspense account at the end of March 1991 the year-wise breakup of the amount of interest to be credited to individual subscribers

account was not available with the Organisation. The Organisation had stated, in February 1991, that progress of adjustment of interest to the account of the subscribers was being monitored. However, no effective steps appeared to have taken by the Organisation to credit the outstanding amount to subscribers accounts. The Organisation stated, in December 1991, that the Regional Commissioners had been advised to do reconciliation work and carry out necessary adjustments in the account.

The Organisation again stated, in February 1992, that all out efforts were being made to reconcile the accounts.

2.1 (vii) Recoverable advances—Rs. 1,141.58 lakhs:

As on 31st March 1991 recoverable advances of Rs. 1,141.58 lakhs were reflected in the balance sheet, as per details given below:—

S. No. Head of advances	(Rs. in lakhs) Amount
1. Conveyance	225.06
2. House building	866.06
3. Fan advance	0.59
4. Warm clothing	0.02
5. Festival	17.78
6. Natural calamity	6.44
7. Pay/DA/TA	15.28
8. Food grain	0.03
9. Staff co-operative canteen/stores	5.05
10. Miscellaneous payments	5.28
TOTAL	1,141.58

The Organisation did not have any record to show the year-wise break-up of the recoverable advances. The details of the advances were being maintained at the respective regional offices and Central Office of the organisation. Examination of balances of the various advances relating to the Central Office as on 31st March 1991 revealed that they did not tally with the balances arrived at in the broadsheets/registers of advances maintained by the Central Office. As such, the correctness of these balances could not be verified in Audit.

The Organisation stated, in February 1992, that field offices had been instructed to effect the recoveries regularly in order to adjust the same.

2.1 (viii) Sundry creditors Rs. 91.41 Crores and Sundry debtors Rs. 11.30 Crores

The balance sheet of the Organisation as on 31st March, 1991 depicted sundry credits of Rs. 9141.03 lakhs and Sundry debtors of Rs. 1130.36 lakhs respectively which included Rs. 483.92 lakhs and Rs. 310.14 lakhs respectively on account of unclassified receipts and payments. The year-wise break-up and item-wise details of sundry creditors (Rs. 791 lakhs) and sundry debtors (Rs. 330 lakhs) together with the reasons for non-settlement of outstanding balances were not available with the Central Office. The details of transactions were not indicated in the annexure required to be attached by each regional offices with their annual accounts in pursuance of the instructions issued by the Central Office in September, 1978 and November 1987. The unclassified suspense under sundry debits had increased from Rs. 178.32 lakhs to Rs. 310.14 lakhs between 1989-90 and 1990-91.

The Organisation stated, in February 1992, that out of Rs. 91.41 crores and Rs. 11.30 crores shown as sundry credits and sundry debits respectively, a sum of Rs. 60.15 crores (sundry credits) and Rs. 2.54 crores (sundry debits) had already been cleared which would be reflected in the accounts for 1991-92.

(b) The figures of sundry debtors included Rs. 10.09 lakhs and Rs. 9.07 lakhs on account of irregular payments and over payments respectively. These amounts were also included in the figures of sundry creditors, as these were payable to the rightful subscribers. No recovery against irregular payments had been made by the Organisation during the year 1990-91.

The outstanding recoveries/dues on account of overpayments had increased to Rs. 9.07 lakhs as on 31st March 1991 as against Rs. 4.34 lakhs on 31st March 1990. The Organisation had stated in February 1991 that departmental proceedings/criminal cases had been initiated against the persons responsible for irregular payments and the Regional Commissioners were taking action to recover the amounts overpaid. However, no effective steps were taken by the organisation to settle the long outstanding dues/recoveries from the defaulting employers/staff of the organisations responsible for such irregular payments/over payments.

The Organisation stated, in February 1992, that departmental proceedings/criminal cases had been initiated against the persons responsible for such irregular payments.

(c) Extra debt made to account number 5 by the bank.

The sundry debtors also included an amount of Rs. 612.62 lakhs being extra debits afforded by the bank during the period from 1982-83 to 1990-91. Year-wise details were as under:-

Year	Amount of Extra debit (Rs. in lakhs)
1982-83	23.00
1983-84	7.00
1984-85	10.96
1985-86	88.50
1986-87	96.65
1987-88	17.34
1988-89	22.02
1989-90	35.49
1990-91	311.66
	612.62

A similar observation was made in the Audit Reports for 1987-88, 1988-89 and 1989-90. The Organisation had stated in February 1991 that it had already taken up with bank to get the wrong debits withdrawn and that vigorous efforts were being made to get the amounts adjusted in the accounts for 1990-91 as far as possible. However, the irregularity still persisted and there had been very little progress in the clearance of old items.

2.1 (ix) Remittance in Transit

As on 31st March 1991 an amount of Rs. 4210.28 lakhs was shown on the asset side of the balance sheet of the Organisation under the head "Remittance in transit" as detailed below:-

(Rs in lakhs)

Year	EPF Account No. 5	SPF Account No. 8	EPF Account No. 4	Pension-cum- Gratuity Investment Account	SPF Investment Account
1970-71					
to	12.22	—	—	—	—
1979-80					
1980-81	2.23	1.12	—	—	—
1981-82	16.21	—	—	—	—
1982-83	25.07	0.11	—	—	—
1983-84	22.87	0.22	—	—	—
1984-85	61.58	2.16	—	—	—
1985-86	134.57	0.80	—	—	—
1986-87	14.65	12.30	—	—	—
1987-88	50.65	8.42	—	—	—
1988-89	68.24	25.13	—	—	—
1989-90	266.85	4.78	—	—	1.60
1990-91	3,401.43	10.55	62.92	2.54	1.06
Total:-	4,076.57	65.59	62.92	2.54	2.66

No effective steps had been taken by the Organisation for the settlement of long outstanding balances. A sum of Rs. 12.22 lakhs relating to the period upto March 1980 still remained unadjusted under the proper head of account though a period of more than 11 years had elapsed.

The Organisation stated in November 1991 that out of Rs. 40.77 crores under EPF account No. 5 as on 31st March, 1991 a sum of Rs. 28.61 crores had since been cleared and this would be reflected in the next year's accounts, and that the matter had already been taken up with the bank to clear the outstanding items.

2.2(i) Annual accounts of "Employees' Family Pension Scheme" and "Employees' Deposit Linked Insurance Scheme".

The Employees' Family Pension Scheme is financed by diverting 1-1/6% of the wages of the employees from out of their share of contributions towards provident fund with an equal amount of employers' contributions. The Central Government also contributes at the same rate. Under the Employees' Deposit Linked Insurance scheme, the employees are not required to pay the contribution but the employers are to contribute at the rate of 0.5 percent of wages of the employees. The central Government contributes half of this contribution.

As on 31st March 1991 Rs. 10.88 crores and Rs. 47.38 crores towards Family Pension contributions were due from employers of exempted/unexempted establishments and from Central Government respectively. Similarly Rs. 3.50 crores and Rs. 1.73 crores towards Employees' Deposit Linked Insurance contributions were due from employers and Central Government respectively. Besides, Rs. 1.31 crores and Rs. 1.18 crores were shown as due from the employers and Central Government respectively on account of administration charges under Employees' Deposit Linked Insurance scheme.

Non-receipt of the amounts of contributions due from employers/Central Government had resulted in short investment in public account and consequent loss of interest to the fund.

The Organisation stated, in February 1992, that all possible efforts were being made by the Regional Commissioners to realise the arrears from the employers.

2.2.(ii) Remittance in transit under "Employees Family Pension Scheme".

As on 31st March, 1991 an amount of Rs. 1722.23 lakhs was shown on the asset side of the balance sheet of the scheme under the head "Remittance in Transit". Year-wise break-up of these balances was as under:-

Year	No. of cases	Amount (Rupees in lakhs)
1982-83	32	8.15
1983-84	23	17.83
1984-85	34	32.77
1985-86	62	106.77
1986-87	81	136.46
1987-88	43	81.56
1988-89	44	111.33
1989-90	50	120.06
1990-91	163	1,107.30
	532	1,722.23

The Organisation stated, in February 1992 that out of Rs. 1722.23 lakhs a sum of Rs. 562.46 lakhs had been cleared and would be incorporated in the accounts for the year 1991-92. Further the matter was being vigorously pursued with the banks and the Regional Commissioners to clear the outstanding amounts.

2.2.(iii) Remittance in transit under Employees Deposit Linked Insurance Scheme.

As on 31st March, 1991, an amount of Rs. 661.18 lakhs was shown on assets side of the balance sheet of the scheme under the head "Remittance in Transit" as detailed below:-

	(Rupees in lakhs)	Period to which pertained
Account No. 21 to 25	458.63	1982-83 to 1990-91
Account No. 22 to 24	202.46	1983-84 to 1990-91
Reserve Bank of India account No. 25	0.09	1989-90
	661.18	

The Organisation stated, in February, 1992 that a sum of Rs. 62.59 lakhs had since been cleared in 1991-92 and action was being taken to adjust the remaining outstanding balances.

2.3(a) Additional Emoluments (Compulsory Deposits) Scheme, 1974.

The Employees' Provident Fund Organisation was entrusted with the administration of AE(CD) scheme 1974 for the employees other than employees of Government/local bodies. The cash books and other relevant records relating to this scheme were stated to have been maintained at the regional offices/central office of the Organisation.

The total amount payable/refundable to the employees under the following accounts of the said scheme as on 31st March 1991 was reported to be as under:-

	(Rupees in lakhs)
1. Wages Account	42.90
2. A.D.A. Accounts (old)	228.25
3. A.D.A. Accounts (New)	886.42
	1,157.57

Even though the due dates for payments of last instalment of wages A/cs, ADA (old) and ADA (new) A/cs were July, 1979, July 1980 and July 1982 respectively, amounts remained payable under these accounts.

The Organisation stated in December 1991 that Regional Provident Fund Commissioners were making efforts to settle the outstanding cases.

(b) Non-recovery of outstanding dues.

(i) 58 specified authorities failed to deposit an amount of Rs. 1.24 crores deducted from the salary of their employees upto 31st March 1991.

(ii) Penal interest amounting to Rs. 0.80 crores was outstanding for recovery from the defaulting specified authorities as on 31st March 1991.

The Organisation stated, in February 1992, that efforts were on to recover the amount of interest from the defaulting specified authorities.

3.1. Non-transfer of Provident Fund Contribution to Board of Trustees and non-investment of provident fund contribution by the Board of Trustees of exempted establishments.

Certain establishments are allowed to maintain their own Provident Fund accounts under the conditions prescribed in the Employees' Provident Fund and Miscellaneous Provisions Act, 1952 and such exemption is cancelled on violation of conditions prescribed therefore.

As on 31st March, 1991 there were 150 exempted establishments which failed to transfer contributions of Rs. 131.98 crores to the Board of Trustees.

Besides, the Board of Trustees of establishments were in default for not investing Provident Fund amount/balances to the extent of Rs. 49.67 crores as on 31st March, 1991.

3.2(a) Arrears of Provident Fund dues from employers

The dues on account of Provident Fund in respect of un-exempted establishments, both of the employers and employees, administration/inspection charges and penal damages had increased from Rs. 51.38 crores in 1981-82 to Rs. 147.64 crores as on 31st March 1991.

As many as 11029 un-exempted establishments were in default in the matter of remittance of Provident Fund contributions, of Rs. 96.03 crores to the Fund as on 31st March, 1991.

The Organisation had stated, in February 1991 that all possible action was being initiated by the Regional Provident Fund Commissioners for realisation of arrears from the defaulting establishments. However, the outstanding arrear had increased from Rs. 147 crores as on 31st March 1990 to Rs. 147.64 crores as on 1st March, 1991.

(b) Revenue recovery certificates:

(i) Revenue recovery certificates initiated under section 8 of the Act involving a sum of Rs. 11256.65 lakhs were pending on 31st March, 1991.

The Organisation stated, in February 1992, that it had issued 6899 Revenue Recovery Certificates during April-December 1991.

3.3. Non-levy of damages under section 14-B of the Act.

The dues payable by the employers under Employees' Provident Fund Scheme, Family Pension Fund Scheme, Employees' Deposit Linked Insurance Scheme, etc. are required to be deposited with the State Bank of India on or before 15th of the month following the month to which the dues relate. However five days' grace period is allowed to the employers for the remittance. Thus, any remittance made beyond 20th of the following month is to be treated as delayed remittance and damages under section 14-B of the Act are leviable on all such delayed remittances.

It was however, observed that levy of damages was considerably in arrears and there were 8599 cases pending as on 31st March, 1991. This did not include the position of Bihar region for which information was not available.

The position of outstanding cases for levy of damages had deteriorated in Andhra Pradesh, Gujarat, Kerala, Haryana, Uttar Pradesh, Madhya Pradesh and Maharashtra. The Organisation stated in November 1991 and February 1992 that the Regional Commissioners were seized of the matter and action was being taken to clear the arrears in levy of damages.

3.4 Arrears in reconciliation of establishment-wise records with annual accounts figures.

As per provisions of para 196-199 of Manual of Accounting Procedure of the Organisation, the Organisation should maintain establishment-wise records showing transactions of contributions, refund, interest, withdrawal etc. in respect of employees of respective establishments and the totals of these records are required to be reconciled with the figures in the cash book and ultimately with the annual accounts figures.

The reconciliation had been in arrears in the regions for several years, due to non-closing of annual accounts of establishments in the respective regions. This was also commented upon in the various Inspection Reports of the regions concerned besides as well as in Audit Reports for the years 1983-84 to 1989-90.

The Organisation stated in November 1991 that Regional Provident Fund Commissioners had been advised to reconcile the establishment-wise records manually without waiting for computerisation.

The Organisation further stated, in February 1992, that the Regional Commissioners were making all possible efforts to complete the reconciliation.

3.5. Arrears of annual statements of accounts to subscribers.

The Employees' Provident Fund Scheme, 1952 provides for the issue of annual statements of accounts to the members at the close of every financial year. However, as on 31st March, 1991, the number of pending annual statements of account was 117.34 lakhs out of which 77.86 lakhs statements of accounts were not issued due to non-submission of returns by the employers. The details of annual statement of accounts pending for issue were as under:-

	Accounts statement Pending for issue
More than 4 years	10,47,951
3 to 4 years	8,22,715
2 to 3 years	23,66,023
1 to 2 years	25,66,682
Less than one year	49,30,249
	<hr/> 117,33,620 <hr/>

The Organisation stated, in February 1992, that the Regional Commissioners were taking all out efforts to clear the arrear of annual statements of accounts and the Central Office was also monitoring the progress.

3.6 Declaration of lower of interest on Provident Fund accounts of exempted establishments

The position of investment in exempted establishments vis-a-vis un-exempted establishments in relation to investment was as under:-

Establishment	(Rupees in crores) Amount invested as on 31st March, 1991.
Un-exempted	12,816.63
Exempted	14,708.96

A survey of 2016 exempted establishments (32.52 lakhs subscribers) out of 2933 exempted establishments (43.77 lakhs subscribers) was undertaken by the Organisation to assess the position regarding rate of interest declared.

It was revealed that out of 2016 establishments 1790 covering 88.99% of total subscribers surveyed as establishment declared either the statutory rate declared for the subscribers of unexempted establishments or more than this. Thus 11.21% subscribers of exempted establishments which were surveyed declared lower rate of interest on the Provident Fund accounts than the statutory rate.

The Organisation had stated in January 1991 that the condition that the rate of interest in the case of exempted establishments shall not be less than the rate for un-exempted establishments was not stipulated in case of establishments granted exemption prior to August 1983 and that the matter was under examination by Ministry of Labour. The decision of the Ministry was still awaited (February 1992).

The Organisation further stated, in February 1992 that instructions had already been issued to all Regional Commissioners to ensure that the exempted establishments declare interest at least at par with the rate declared by the Government.

3.7. Claims pending settlement:

(a) Employees' Provident Fund Scheme:

As on 31st March 1991, 66,365 claims relating to Employees' Provident Fund Scheme were pending with the Organisation. The position of pending claims as reported by the Organisation was as under:-

Year	Opening balance as on 1st April, 1990	Claims received during the	Total	Claims returned	Claims rejected	Claims settled	Closing balance as on 31st March, 1991
1985-86	59852	6,26,251	6,86,103	1,01,233	—	5,18,497	66373
1986-87	66373	6,57,907	7,24,280	1,09,495	—	5,48,813	65972
1987-88	65972	6,94,719	7,60,691	1,10,596	—	5,92,002	58093
1988-89	58325	6,92,150	7,50,475	1,14,844	—	5,81,360	54271
1989-90	54271	6,88,261	7,42,532	1,08,861	—	5,79,716	53955
1990-91	53955	8,24,518	8,78,473	99,740	13,855	6,98,513	66365

Out of 66365 claims pending settlement as on 31st March, 1991 9451 claims were pending for a period between 2 to 6 months and 685 between 6 months to one year and 58 were pending for more than one year and the remaining 56171 claims were stated to be under the process. The opening balance for 1988-89 did not agree with the closing balance of 1987-88. The Organisation stated that this was due to the revision of figures by certain regions.

(b) **Employees' Family Pension Scheme:**

As on 31st March 1991, 69971 claims (inclusive of benefits i.e. life assurance, retirement and withdrawal benefits etc.) relating to Employees' Family Pension Scheme were pending out of which 12489 claims were pending for 2 to 6 months, 1623 claims were pending for 6 to 12 months and 30 were pending for more than one year and remaining 55835 were under process.

(c) **Employees' Deposit Linked Insurance Scheme:**

As on 31st March, 1991, 4003 claims relating to Employees' Deposit Linked Insurance scheme were pending out of which 627 claims were pending for 2 to 6 months and 101 claims for 6 to 12 months and 27 were pending for more than one year and the remaining 3248 were stated to be under process.

The Organisation stated, in February 1992 that the Regional Commissioners were making all out efforts to dispose of the pending claims on top priority basis.

4. **Blocking of funds on "land and building".**

(a) **Blocking of funds—Rs. 15.84 lakhs due to non-construction of office building.**

The Regional Office, Calcutta acquired a plot measuring 9 cottah, 2 ch. 35 sq. ft. at Terity Bazar Calcutta on 20th November 1968 at a cost of Rs. 3.50 lakhs for office premises. During 1984-85, Rs. 0.51 lakh was deposited with the C.P.W.D. for construction of a boundary wall. The CPWD neither constructed the said wall nor refunded the amount of deposit (August 1991). The boundary wall was, however, got constructed through the Rehabilitation Industries Corporation Limited during 1990-91 for which payment of Rs. 1.75 lakhs was made in February, 1990.

A proposal for construction of a Regional Training Centre on the said plot of land was submitted to the Central Provident Fund Commissioner in December 1990. Final sanction was still awaited (February 1991).

Another plot of land measuring 1.0056 acres was acquired on lease in Salt Lake, Calcutta in November-December 1982 at a cost of Rs. 7.30 lakhs. The lease deed was registered in October 1985 at a cost of Rs. 1.26 lakhs. No effective action for construction of office building had been taken. Rs. 0.97 lakh and Rs. 2.30 lakhs had been deposited with CPWD for soil investigation and construction of boundary wall respectively during 1990-91.

The Regional Office could not utilise the land at Terity Bazar which resulted in blocking of funds of Rs. 3.50 lakhs for more than 22 years. Also the construction of the office building could not be undertaken even after 8 years of purchase of the land at Salt lake though Rs. 11.83 lakhs had been spent on it upto 31st March 1991 and the Regional office had incurred an expenditure of Rs. 44.61 lakhs toward rent of hired building for office upto March 1991.

The Organisation stated, in February 1992, that the land at Terity Bazar was got vacated from the unauthorised occupants in November 1990 and the amount of Rs. 0.5 lakh paid to the CPWD would be adjusted against the cost of construction of the Institute building. The boundary wall at Salt Lake had since been constructed.

(b) **Blocking of funds Rs. 24.28 lakhs due to non-construction of staff quarters at Nagpur.**

The Organisation paid Rs. 24.28 lakhs in March, 1983 towards acquisition of 24281 sq. feet of land to the Nagpur Improvement Trust (NIT) for construction of staff quarters. The land being under dispute, N.I.T. offered alternative plot of land to the Organisation. However, the Organisation did not take possession of the alternative plot.

This resulted in blocking of funds to the extent of Rs. 24.28 lakhs.

The Organisation stated in February 1992, that the stay of High Court was vacated during November 1991 and the possession of land was taken by the Regional Commissioner, Nagpur in the same month.

5. **Loss of interest due to non-transfer/belated transfer of amounts to EPF (Investment) accounts**

The EPF organisation had suffered loss of interest of Rs. 2.07 lakhs due to non-transfer/belated transfer of amounts to EPF (Investment) accounts. The details of such losses are given below:-

S. No.	Amount of loss	Reasons for loss	Region involved
1.	Rs. 1,01,762.00	Delayed transfer of proceeds from Account No. 1 to Account No. 5	RPFC, AP, Hyderabad
2.	Rs. 29,442.00	Non-transfer of amounts from Account No. 21 to Account No. 25	-do-
3.	Rs. 75,819.00	Delayed transfer of accumulated balances from Account No. 10 to Account No. 11	-do-

The loss of interest of Rs. 87.76 lakhs pointed out in the Audit Report for 1988-89 as well as loss of interest in Karnataka region due to delayed credit of amounts in the relevant receipt accounts in the link branch of State Bank of India during the year 1989-90, had also not been recovered from the Bank. The organisation stated, in November, 1991, that the State Bank of India had agreed for payment of interest on the delayed credit of amounts by all the link branches with effect from 1st April 1990. All the regional offices had been directed to calculate the loss of interest on delayed credit of amounts and also to claim such losses from the State Bank of India. The progress of recovery of loss of such interest was awaited from the Regional Offices of the Organisation.

6. **Outstanding Inspection Reports:**

14 Inspection Reports consisting of 54 audit paras as under remained unsettled at the conclusion of the current audit.

S. No.	Year of Inspection Reports	Number of outstanding paras
1.	1974-75	1
2.	1976-77	2
3.	1977-78	4
4.	1978-79	4
5.	1979-80	5
6.	1980-81	7
7.	1981-82	3
8.	1982-83	4
9.	1984-85	1
10.	1985-86	5
11.	1986-87	3
12.	1987-88	2
13.	1988-89	2
14.	1989-90	11
	Total	<u>54</u>

Place : New Delhi
Date : 18.3.92

Sd/-
Pr. Director of Audit
Central Revenues