

DEAR RESIDENTS,

The Managing Committee of RWA, in its meeting held on 07.03.2009 has appointed Mr. Vijay Baweja (R/o, C-55), for its remaining term, in place of the earlier Treasurer, Mr. B.B.Aggarwal, who has since resigned and his resignation stands accepted by the Managing Committee.

FACTORS LEADING TO THE RESIGNATION OF MR. B.B. AGGARWAL – TREASURER (R.W.A)

DUTIES OF RWA TREASURER

The treasurer R.W.A. is duty bound to perform the following important functions, amongst others:-

- i) To collect subscriptions, donations etc. and to keep regular accounts in respect of Income & Expenditure and to account for the same and to apprise the Managing Committee from time to time.
- ii) To maintain Cash Book showing the Receipts/Income, Expenditure and Balance on each page.

WHETHER THE TREASURER PERFORMED HIS DUTIES?

- a) The Treasurer did not perform his duties honestly and did not take out the cash balances on each page, thereby leaving room for manipulations and adjustments for his personal benefits.
- b) The treasurer mis-utilized the R.W.A. (Public Funds) for his own use by keeping very High Cash Balance in Hand, amounting to Rs. One lac to two lacs and still borrowed money from the bank against FDRS levying interest on RWA.
- c) The treasurer did not hand over the account books to the internal auditor for the period 1.4.2008 to 30.09.2008, till mid of December 2008, inspite of repeated requests by the Internal Auditor and directions by the Managing Committee, knowing it fully well that he had not returned the loan amount to the bank against FDRS and was keeping huge cash amount of RWA with him for his personal use.

- d) The Internal Auditor noted financial irregularities and discrepancies in the account book, maintained by the Treasurer, and submitted his audit Report to the President (R.W.A) in the last week of December 2008.
- e) The President (RWA) Mr. K.L. Bansal noted the discrepancies in Accounts, through this Audit report, and immediately made a reference to the External Auditor and requested for an Interim Statutory Audit in the mid term, for the first time in the history of RWA.
- f) The External Auditor, Mr. Amitabh Gupta of M/s. Amitabh & Co, in his Interim Audit Report dated 28.01.2009 for the period 1.4.2008 to 31.12.2008 has categorically made the following observations, amongst others:-
- 1) A loan of Rs. 3,30,000.00 was taken by RWA, against FDRS, from the Bank when the Treasurer was having sufficient cash balance with him.
 - 2) RWA has paid Rs.8102.00 as interest to the bank.
 - 3) The Auditor remarked that the aforesaid facts clearly showed negligence on the part of the Treasurer and misutilisation of funds.
 - 4) The Auditor further observed that a cash was deposited with the bank when no cash balance was available with RWA which shows that the cash book is not regularly maintained and proper Accounts are not kept by the treasurer.
- g) Both the Audit reports were discussed in RWA Managing Committee Meeting held on 7.3.2009 Mr. Deepak Malhotra (C.A) and all members, present there, unanimously asked for the removal of the Treasurer. Mr. B.B. Aggarwal, the treasurer accepted his mistake and assured the members that the same shall not be repeated again. Mr. B.B. Aggarwal has since resigned and his resignation is accepted by the Managing Committee held on 22.03.2009.

(K.L. BANSAL)
PRESIDENT

(S.K. SUDAN)
GENERAL SECRETARY