



An ISO 9001:2008
Certified Firm

K. K. Chanani & Associates

Chartered Accountants

Head Office: 5/1 Clive Row, 3rd Floor, Room No.78, Kolkata-700001

Branches: Bhubaneswar, Bangalore, Chandigarh, Guwahati, Jaipur,
Jamshedpur, Mumbai, Muzaffarpur, New Delhi and Raipur

Contact: Dial: +91 9830044507, +9133 – 22302096/ 22309315

Fax: +9133 – 22624786

Email: kkcandassociates@gmail.com, kkc@cal2.vsnl.net.in

INDEPENDENT AUDITOR'S REPORT

To,
**The Commissioner,
Municipal Corporation Bharatpur,
Rajasthan**

Report to Financial Statement

We have audited the accompanying financial statements of **Municipal Corporation, Bharatpur, Rajasthan** which comprise the Balance Sheet as at March 31, 2016, the Income and Expenditure Statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation of these financial statements that give a true and fair view of the financial position and financial performance of the ULB in accordance with the Rajasthan Municipal Accounts Manual. This responsibility includes the design, implementation and maintenance of internal control relevant to the preparation of the financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.



An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the ULB's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the ULB's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

Subject to statement on additional matters as given in Annexure-A attached herewith, and the following :

- a) Liabilities that may arise on account of late filing of return, late payment, short or non-deduction and mismatching of TDS, RVAT, Royalty and Labour cess has not been ascertained and hence not considered. To this extent Surplus of Income over Expenditure is overstated and Liabilities are understated.*
- b) Liabilities or recovery on account of pending cases and/or notices filed against or by municipal corporation by/against third parties is not ascertainable and hence not considered. Financial impact of such cases has not been ascertained and hence we are unable to comment on correctness or otherwise of Income, Expenditure, Assets or Liabilities to this extent. Contingent Liabilities, if any, arising out of these cases has not been estimated by the municipal corporation nor has been disclosed in notes to accounts.*
- c) Closing Stock of Stores has not been determined by the municipality and hence not considered in the accounts. To this extent both, Surplus of Income over Expenditure and Assets are understated.*



- d) *Bank Reconciliation, in respect of several bank accounts, have not been provided since long. Hence, treatment of differences arising out of reconciliation remains unaccounted for. Besides, bank charges as also interest income on deposit in saving account remains unaccounted for. The amount has not been determined by the management. To this extent accounts does not reflect true and fair view.*
- e) *The amount receivable on account of Urban Development Tax has not been determined and not considered as income of the year. As such, Income and Assets are understated to this extent.*
- f) *All expenses except salary, contribution towards new pension scheme, accounting charges and audit fee are accounted for on cash basis. Similarly, all incomes are accounted for on cash basis. Receipts in PD Accounts (treasury) by deposit of amount directly by the tax payers are taken into account on verification with treasury irrespective of the year of receipt.*

in our opinion and to the best of our information and according to the explanations given to us, the financial statements give a true and fair view in conformity with the Rajasthan Municipal Accounts Manual:

- a) in the case of the Balance Sheet, of the state of affairs of the ULB as at March 31, 2016; and
- b) in the case of the Income and Expenditure Statement, of the surplus for the year ended on that date.

We further report that:

- a) we have obtained all the available information and explanation which to the best of our knowledge and belief were necessary for the purpose of our audit;
- b) in our opinion proper books of account as required by law have been kept by the ULB so far as appears from our examination of those books;



- c) the Balance Sheet and Income & Expenditure Account dealt with by this Report are in agreement with the books of account;
- d) in our opinion, the Balance Sheet and Income & Expenditure Account comply with the Rajasthan Municipal Accounts Manual.



Krishna Kumar Chanani
Partner, K K Chanani & Associates
Chartered Accountants
FRN NO. 322232E
Membership No .056045

Kolkata, the 02 Feb. 2017





K. K. Chanani & Associates

Chartered Accountants

Head Office: 5/1 Clive Row, 3rd Floor, Room No.78, Kolkata-700001

Branches: Bhubaneswar, Bangalore, Chandigarh, Guwahati, Jaipur,
Jamshedpur, Mumbai, Muzaffarpur, New Delhi and Raipur

Contact: Dial: +91 9830044507, +9133 – 22302096/ 22309315

Fax: +9133 – 22624786

Email: kkcandassociates@gmail.com, kkc@cal2.vsnl.net.in

Annexure A to Auditor's Report (2015-16)

Additional Matters to be reported by the financial statement auditor

1. In our opinion and according to records examined by us and to the best of our knowledge and belief all sums due to and received by the Municipality have been brought to account on Cash Basis except for certain expenditure which are brought to accounts on accrual basis and have been ***generally*** appropriately classified;
2. In our opinion and according to the information and explanations given to us all grants sanctioned or received by the Municipality during the year, have been accounted properly on cash basis, and where any deduction is made out of such grants towards any dues of the Municipality, ***in some cases such deductions have not been properly accounted. As such income and expenditure are understated to that extent.***
3. Earmarked Funds have been created by the Municipality for Gratuity and Provident Fund, According to the information and explanations given to us Earmarked Funds have been utilized for the purposes for which they were created. ***However, contribution to these funds in respect of previous year is yet to be made and for which amount has not been ascertained.***



4. As explained to us the Municipality is maintaining records showing full particulars, including quantitative details. However, *situation* of fixed assets has not been specified in the records so maintained.
Management of ULB has not carried out *physical verification of fixed assets*. As such we are unable to comment on material discrepancies, if any, on physical verification and its treatment in books of accounts.
5. The Municipality *is not maintaining proper records showing full particulars of leasehold property*. Lease Rentals are therefore not verified.
6. As explained to us, physical verification has been conducted by the Municipality at reasonable intervals in respect of stores.
In our opinion and according to the information and explanations given to us, the procedures of physical verification of stores followed by the Municipality are reasonable.
In our opinion and according to the information and explanations given to us, no material discrepancies have been noticed on physical verification of stores as compared to stores records. *However, neither the stores has been verified at the year-end nor has same been recognized in the accounts prepared for the year under report.*
7. As explained to us, there are no parties other than the employees to whom loans or advances have been given by the Municipality.
8. The Municipality has granted loans to the employees against PF. Deduction from salary are made towards the loans and interest.
9. In our opinion and according to the information and explanations given to us, there exists an adequate internal control procedure for the purchase of stores, fixed assets and services.



10. In our opinion and according to the information and explanations given to us, there exists an adequate internal control procedure for the contracting of works and projects, periodic inspections and measurements, and payments there for. ***However, according to information and explanation given to us , works contracts are not subject to quality checks. Besides, some weakness in internal control procedures*** which require immediate attention of the management are as under:
- a) In PWA Form 278, Pan No. and Aadhar Card No. should be given at suitable place along with details of bank account where NEFT payment is to be done. Besides, such Form should be signed under the seal of the firm and passing authority should also affix their seal.
 - b) The suppliers of materials and/ or providers of services should submit their bill within 30 days of the completion of their supply and/or job and the concerned passing authority should pass the bill or otherwise do necessary action within a further period of 30 days. Any delay on either part should be penalized with fine as deemed necessary by the competent authority. This will help in determining liability as and when arises to a great extent.
 - c) Payment Voucher Serial No. is as per voucher issued by various department. Voucher No. and date should be specified on each voucher separately on the basis of date of issue of cheques. Cheques should be prepared only after the sanction by competent authority.
11. ***The Municipality is not regular in depositing undisputed statutory dues including tax deducted at source, works contract tax, cess and royalty payable to the Government, ESI, PF etc.***



12. To the best of our knowledge and according to information and explanation given to us, no personal expenses have been charged to the Municipality's accounts.
13. To the best of our knowledge and according to information and explanation given to us, the books and registers specified under the Rajasthan Municipal Accounts Manual and other applicable acts and rules have been properly maintained. *However, Bank Reconciliation statements have not been prepared for the bank accounts of the Municipality. Accounting effect of bank charges debited by Bank, Non- collection of cheques, Interest credited by Bank, Cancellation of stale cheques not Presented has not been determined and considered in accounts.*
14. To the best of our knowledge and according to information and explanation given to us, year-end procedures have been carried out *but reconciliation procedures at year end have not been carried out.*



Krishna Kumar Chanani
Partner, K K Chanani & Associates
Chartered Accountants
FRN No. 322232E
Membership No .056045

Kolkata, the 02 Feb. 2017



Financial Statement for the year 2015-16

Nagar Nigam, Bharatpur

Balance Sheet of Nagar Nigam, Bharatpur Rajasthan As at 31-03-2016			
LIABILITIES	Schedule	Current Year (Amount in Rs.)	Previous Year (Amount in Rs.)
RESERVE & SURPLUS			
Municipal (General) Fund	1	60,07,25,325.77	51,13,28,659.02
Earmarked Funds	2	19,37,87,687.23	16,46,12,194.23
Reserve & Surplus	3	21,27,82,708.00	17,66,34,340.00
Total Reserve & Surplus (A)		1,00,72,95,721.00	85,25,75,193.25
GRANT/ CONTRIBUTION			
Grant/ Contribution For Specific Purpose	4	21,78,23,697.50	14,16,22,856.50
Total Grant (B)		21,78,23,697.50	14,16,22,856.50
LOANS			
Secured Loans	5	4,98,75,000.00	4,98,75,000.00
Unsecured Loans	6	-	-
Total Loans (C)		4,98,75,000.00	4,98,75,000.00
CURRENT LIABILITIES & PROVISIONS			
Sundry Deposits	7	3,05,82,579.00	3,15,75,537.00
Sundry Creditors	8	11,47,500.00	16,29,888.00
Statutory Liabilities	9	6,30,24,458.24	4,03,69,738.24
Other Liabilities	10	22,59,451.00	22,59,451.00
Provisions/Previous Year Differences	11	-	-
Total Current Liabilities and Provisions (D)		9,70,13,988.24	7,58,34,614.24
TOTAL LIABILITIES (A+B+C+D)		1,37,20,08,406.74	1,11,99,07,663.99

Notes to Accounts and Accounting Policies

For KK Chanani & Associates

Chartered Accountants

Firm Regn. No. - 322232E

Krishna Kumar Chanani
(Partner)

Membership No. - 056045

Date: 02 Feb 2017

Place: Kolkata

For and Behalf on Nagar Nigam

आयुक्त
नगर निगम, भरतपुर
(Executive Officer)



Financial Statement for the year 2015-16

Nagar Nigam, Bharatpur

Balance Sheet of Nagar Nigam, Bharatpur Rajasthan As at 31-03-2016			
ASSETS	Schedule	Current Year (Amount in Rs.)	Previous Year (Amount in Rs.)
FIXED ASSETS			
Gross Block	12	1,00,44,71,745.00	84,15,09,382.00
Less : Depreciation Fund	13	28,90,45,030.07	19,17,92,063.39
Net Block		71,54,26,714.93	64,97,17,318.61
Capital Work In Process	14	-	-
Total Fixed Assets (A)		71,54,26,714.93	64,97,17,318.61
INVESTMENTS			
Deposits Against Earmarked Funds	15	19,37,87,687.23	16,46,12,194.23
General Fund Investments	16	29,95,69,482.27	23,50,56,865.27
Total Investments (B)		49,33,57,169.50	39,96,69,059.50
CURRENT ASSETS, LOAN & ADVANCES			
Inventories	17	-	-
Sundry Debtors/ Receivables	18	-	-
Cash & Bank Balances	19	16,26,82,023.31	7,04,61,285.88
Loans, Advances & Deposits	20	5,42,499.00	60,000.00
Cash Book Differences		-	-
Total Current Assets, Loans & Advances (C)		16,32,24,522.31	7,05,21,285.88
TOTAL ASSETS(A+B+C)		1,37,20,08,406.74	1,11,99,07,663.99

Notes to Accounts and Accounting Policies

For KK Chanani & Associates

Chartered Accountants

Firm-Regn. No. - 382232E

Krishna Kumar Chanani

(Partner)

Membership No. - 056045

Date: 02 Feb 2017

Place: Kolkata

For and Behalf on Nagar Nigam

आयुक्त
नगर निगम, भरतपुर
(Executive Officer)



Financial Statement for the year 2015-16

Nagar Nigam, Bharatpur

Profit and Loss Account of Nagar Nigam, Bharatpur Rajasthan For the Year Ending 31-03-2016			
PARTICULARS	Schedule	Current Year (Amount in Rs.)	Previous Year (Amount in Rs.)
INCOME			
Income From Taxes	21	1,19,16,936.00	1,88,36,261.00
Assigned Compensations	22	35,34,76,000.00	32,13,41,000.00
Rental Income from Municipal Properties	23	10,47,652.00	5,52,875.00
Fees and User Charges	24	2,99,77,611.63	51,88,436.86
Revenue Grants, Contributions and Subsidies	25	3,35,49,445.00	-
Income from Corporation Assets and Investment	26	16,59,750.00	14,07,290.00
Miscellaneous Income	27	3,16,71,060.00	1,69,70,633.00
Total Income		46,32,98,454.63	36,42,96,495.86
EXPENDITURE			
Establishment Expenses	28	15,70,18,965.00	15,04,63,112.82
General Administrative Expenses	29	1,27,03,836.20	1,25,02,465.96
Decrease in Stores / (Increase in Stock)		-	-
Public Works	30	8,40,34,573.00	3,62,12,340.00
Miscellaneous Expenses	31	25,51,771.00	-
Yojna Expenses	32	2,33,550.00	65,000.00
Depreciation During the Year		9,72,52,966.68	6,58,42,967.39
Total Expenditure		35,37,95,661.88	26,50,85,886.17
Surplus\ Deficit before adjustment of prior period items and Depreciation		10,95,02,792.75	9,92,10,609.69
Less; Prior Period Items		-	-
Less: Prior Period adjustment of Depreciation		-	-
NET SURPLUS\ DEFICIT		10,95,02,792.75	9,92,10,609.69

Notes to Accounts and Accounting Policies

For KK Chanani & Associates

Chartered Accountants

Firm Regn. No. - 322232E

Krishna Kumar Chanani

(Partner)

Membership No. - 056045

For and Behalf on Nagar Nigam

आयुक्त
नगर निगम, भरतपुर
(Executive Officer)

Date: 02 Feb 2017

Place: Kolkata



Financial Statement for the year 2015-16

Nagar Nigam, Bharatpur

Statement of Cash Flow of Nagar Nigam, Bharatpur Rajasthan For the Year Ending 31-03-2016		
S.No	Particulars	Amount
<u>A.</u>	<u>Cash flow From Operating Activities</u>	
a.	Surplus/(Deficit) over expenditure	10,95,02,792.75
	Non Cash Items Debited in Income & Expenditure	
b.	Add : Account	
	Depreciation	9,72,52,966.68
	Non-operating Items Debited in Income & Expenditure	
	Add : Account	-
	Non Cash Items Credited in Income & Expenditure	
	(Less) : Account	
	Non-operating Items Credited in Income & Expenditure	
	(Less) : Account	
	Interest Received	1,20,91,725.00
c.	Adjusted income over expenditure before effecting changes in	19,46,64,034.43
d.	Changes in current assets and current liabilities	
	(Less) : (Increase) / decrease in other current assets	(4,82,499.00)
	Add : (Decrease)/ increase in Statutory Liabilities	2,26,54,720.00
	Add : (Decrease)/ increase in Provisions	
	Add : (Decrease)/ increase in Deposits received	(9,92,958.00)
	(Less) : (Decrease)/ increase in other current liabilities	(4,82,388.00)
	Net cash generated from/ (used in) operating activities (A)	21,53,60,909.43
<u>B.</u>	<u>Cash flows from investing activities</u>	
a.	(Purchase) of fixed assets & CWIP	(16,29,62,363.00)
b.	(Increase) / Decrease in General funds investments	(9,36,88,110.00)
c.	Interest income received	1,20,91,725.00
	Net cash generated from/ (used in) investing activities (B)	(24,45,58,748.00)



<u>C.</u>	<u>Cash flows from financing activities</u>	
a	Grants received for specific purpose	7,62,00,841.00
b	Emarked Fund	2,91,75,493.00
C	Reserve and Surplus	3,61,48,368.00
d	Municipal Fund	(2,01,06,126.00)
e	Secured Loans	-
	Net cash generated from (used in) financing activities(C)	12,14,18,576.00
<u>D.</u>	<u>Net increase/ (decrease) in cash and cash equivalents (A + B + C)</u>	9,22,20,737.43
a.	Cash and cash equivalents at beginning of period	7,04,61,285.88
b	Cash and cash equivalents at end of period	16,26,82,023.31
<u>E.</u>	<u>Change in Cash and Cash Equivalents</u>	9,22,20,737.43

Notes to Accounts and Accounting Policies

For KK Chanani & Associates

Chartered Accountants

Firm Regn. No. - 322232E

Krishna Kumar Chanani

(Partner)

Membership No. - 056045

Date: 02 Feb 2017

Place: Kolkata

For and Behalf on Nagar Nigam

आयुक्त
नगर निगम, भुवनेश्वर
(Executive Officer)



Schedule forming part of Balance Sheet of Nagar Nigam, Bharatpur Rajasthan As on 31-03-2016

PARTICULARS	Current Year (Amount in Rs.)	Previous Year (Amount in Rs.)
Schedule-1		
MUNICIPAL (GENERAL) FUND		
Opening balance	51,13,28,659.02	41,21,18,049.33
Add :- Addition during the year	10,95,02,792.75	9,92,10,609.69
Less:- Deduction during the year	2,01,06,126.00	-
TOTAL	60,07,25,325.77	51,13,28,659.02
Schedule-2		
EARMARKED FUND		
Earmarked Fund- Gratuity	1,87,75,419.24	13,40,413.24
Earmarked Fund- Pension	9,28,73,837.00	8,58,32,435.00
Earmarked Fund - Pf	8,21,38,430.99	7,74,39,345.99
TOTAL	19,37,87,687.23	16,46,12,194.23
Schedule-3		
RESERVE & SURPLUS		
Opening balance (Capital Contribution)	17,66,34,340.00	12,88,72,919.00
Add :- Addition during the Year	3,61,48,368.00	4,77,61,421.00
Less :- Withdrawal during the Year	-	-
TOTAL	21,27,82,708.00	17,66,34,340.00
Schedule- 4		
GRANT/CONTRIBUTION FOR SPECIFIC PURPOSE		
Bpl Yojana	27,171.00	27,171.00
Sadi Cambel Yojana	46,88,175.50	46,88,175.50
Mid Day Meal Yojana	54,22,291.00	68,74,279.00
Pannadhay Yojana	32,42,728.00	32,42,728.00
Grant From Mla's for Development	35,31,245.00	21,10,467.00
Grant From M.P. for Development	3,75,000.00	-
Nulm	1,16,93,539.00	-
5th Rajya Bitt Aayog	5,12,45,167.00	-
Grant on 13th Finance Commission	6,35,90,620.00	4,52,94,583.00
Grants on 14th Finance Commission	12,28,018.00	-
Swachch Bharat Mission	1,25,54,000.00	-
Work Board	7,325.00	-
Samajik Surksha Kalyan	43,59,150.00	43,59,150.00
Special Anudan	1,20,36,986.00	1,20,36,986.00
State Finance Com. Grant for Dev	3,17,50,343.00	5,09,17,378.00
Swarn Jayanti Urban Employment	1,20,71,939.00	1,20,71,939.00
TOTAL	21,78,23,697.50	14,16,22,856.50
Schedule- 5		
SECURED LOANS		
Ruidp Loan	4,98,75,000.00	4,98,75,000.00
TOTAL	4,98,75,000.00	4,98,75,000.00
Schedule- 6		
UNSECURED LOAN		
TOTAL	-	-
Schedule- 7		
SUNDRY DEPOSITS		
Security Deposits	2,17,52,649.00	2,05,84,502.00
Emd	88,29,930.00	1,09,91,035.00
Md	-	-
TOTAL	3,05,82,579.00	3,15,75,537.00



Schedule forming part of Balance Sheet of Nagar Nigam, Bharatpur Rajasthan As on 31-03-2016		
PARTICULARS	Current Year (Amount in Rs.)	Previous Year (Amount in Rs.)
Schedule- 8		
SUNDARY CREDITORS	-	-
Creditors	11,47,500.00	16,29,888.00
TOTAL	11,47,500.00	16,29,888.00
Schedule- 9		
STATUTORY LIABILITIES		
Income Tax Deducted	23,05,219.00	16,99,588.00
Vat and Sales Tax	28,50,690.00	15,48,676.00
Labour Tax	5,50,233.00	5,72,535.00
Royalty	16,56,771.00	14,70,648.00
Service Tax	182.00	-
Other Tax	1,06,53,114.00	-
Deduction Contractor	-2,93,552.00	-
Patrakar Kalyan Kosh	50,606.00	27,715.00
Pf Deduction	19,96,054.00	-
Rd	6,018.00	-
Over Payment of Salary	7,512.00	-
Nps	-34,04,540.00	-
Hba Rep	52,535.00	-
Bank Loan	5,82,090.00	5,72,115.00
Cpf	3,69,526.00	1,18,365.00
Emp. Pentionars Deduction	3,35,81,083.00	1,23,92,031.00
General Provident Fund Payable	6,09,163.00	2,78,511.00
Gratuity	-51,998.00	-53,248.00
House Building Adv.	4,68,050.00	4,68,050.00
Lic	1,20,279.00	1,20,504.00
Other Deduction	1,43,587.24	1,42,004.24
Pentionars Deduction	-	1,00,79,049.00
Pf Fund	-	3,49,757.00
Rpmf	10,728.00	5,885.00
Si Premium	99,404.00	55,970.00
Salary Payable	1,05,82,756.00	1,05,21,183.00
Vehicle Deductions	78,948.00	400.00
TOTAL	6,30,24,458.24	4,03,69,738.24
Schedule- 10		
OTHER LIABILITIES		
Temp. Advance	22,59,451.00	22,59,451.00
TOTAL	22,59,451.00	22,59,451.00
Schedule- 11		
PROVISIONS		
Accounting Charges Payable	-	-
Audit Fees Payable	-	-
TOTAL	-	-



Schedule forming part of Balance Sheet of Nagar Nigam, Bharatpur Rajasthan As on 31-03-2016

PARTICULARS	Current Year (Amount in Rs.)	Previous Year (Amount in Rs.)
Schedule- 12		
GROSS BLOCK		
Immovable Assets		
Office Building	96,07,712.00	82,30,524.00
Land	5,82,82,169.00	4,64,34,074.00
TOTAL	6,78,89,881.00	5,46,64,598.00
Infrastructure Assets		
Roads & Bridge	52,05,09,720.00	43,56,06,632.00
Other Construction & Building	3,02,23,844.00	1,47,32,303.00
Waterways	1,06,77,100.00	94,96,254.00
Sewerage and Drainage	34,21,24,635.00	31,50,75,683.00
TOTAL	90,35,35,299.00	77,49,10,872.00
Movable Assets		
Furniture, Fix., Fitting, & Ele. Appli.	22,74,496.00	12,27,196.00
Other Fixed Assets	35,71,854.00	-
Office & Other Equipments	9,43,790.00	3,35,448.00
Plant and Machinery	4,37,963.00	-
Public Lighting	2,29,42,467.00	98,03,159.00
Vehicles	28,75,995.00	5,68,109.00
Computer	-	-
TOTAL	3,30,46,565.00	1,19,33,912.00
GRAND TOTAL	1,00,44,71,745.00	84,15,09,382.00
Schedule-13		
DEPRECIATION FUND		
Opening Balance	19,17,92,063.39	12,59,49,096.00
Add:- Depreciation provided during the year	9,72,52,966.68	6,58,42,967.39
Add:- Other Addition during the year	-	-
TOTAL	28,90,45,030.07	19,17,92,063.39
Schedule- 14		
CAPITAL WORK IN PROGRESS	-	-
TOTAL		
Schedule- 15		
Specific Fund Investments		
Pd A/c 8338-58 Pf	8,21,38,430.99	7,74,39,345.99
Pd A/c Pension	9,28,73,837.00	8,58,32,435.00
Pd A/c8338-65 (2848) Gratuity	1,87,75,419.24	13,40,413.24
TOTAL	19,37,87,687.23	16,46,12,194.23
Schedule- 16		
General Fund Investments		
Pd A/c	27,66,98,776.27	16,21,86,159.27
Fdr	2,28,70,706.00	7,28,70,706.00
TOTAL	29,95,69,482.27	23,50,56,865.27
Schedule - 17		
Stock others	-	-
TOTAL	-	-
Schedule- 18		
SUNDRY DEBTORS / RECEIVABLES	-	-
TOTAL	-	-
Schedule- 19		
CASH & BANK BALANCES		
Cash in Hand	8,00,288.00	1,83,639.37
Bank Balance	16,18,81,735.31	7,02,77,646.31



Schedule forming part of Balance Sheet of Nagar Nigam, Bharatpur Rajasthan As on 31-03-2016		
PARTICULARS	Current Year (Amount in Rs.)	Previous Year (Amount in Rs.)
TOTAL	16,26,82,023.31	7,04,61,285.88
Schedule- 20		
LOANS,ADVANCES & DEPOSITS		
Advance	5,42,499.00	60,000.00
TOTAL	5,42,499.00	60,000.00



Schedule forming part of Balance Sheet of Nagar Nigam, Bharatpur Rajasthan As on 31-03-2016

PARTICULARS	Current Year (Amount in Rs.)	Previous Year (Amount in Rs.)
Schedule – 21	-	-
INCOME FROM TAXES		
House tax	1,19,16,936.00	9,45,463.00
Urban Development Fees	-	-
Property Tax	-	1,78,90,798.00
All Type Of Tax	-	-
TOTAL	1,19,16,936.00	1,88,36,261.00
Schedule – 22		
ASSIGNED COMPENSATION		
Compensations in lieu of taxes	35,34,76,000.00	32,13,41,000.00
Entertainment tax compensation		
TOTAL	35,34,76,000.00	32,13,41,000.00
Schedule - 23		
RENTAL INCOME FROM MUNICIPLE PROPERTIES		
Other Rents	7,97,030.00	-
Rent of Civic Amenities	2,50,622.00	5,52,875.00
TOTAL	10,47,652.00	5,52,875.00
Schedule - 24		
FEES AND USER CHARGES		
Advertisement Fees	98,42,938.00	14,40,891.00
Property Transfer Charges	-	2,06,128.00
Fees for Certificate Or Extract	1,62,083.00	1,30,091.00
Fees From Grant of Permit	31,99,598.00	47,584.00
Registration Charges	57,08,082.00	2,000.00
Licensing Fees	8,92,279.00	41,464.00
Other Fees	-	9,59,849.86
Penalties and Fines	18,25,667.00	5,11,048.00
Regularization Fees	2,10,985.00	3,91,432.00
User Charges	55,84,062.00	9,14,687.00
Service/Administrative Charges	25,51,917.63	5,43,262.00
Dead Animal	-	-
Sulm Survey	-	-
TOTAL	2,99,77,611.63	51,88,436.86
Schedule - 25		
REVENUE GRANT, CONTRIBUTION, SUBSIDIES		
Annual Aid by Govt.		
Revenue Grant- Animal Hospital	-	-
Revenue Grant- Tfc	1,41,17,963.00	-
Revenue Grant- 14th Finance Commission	1,90,93,982.00	-
Revenue Grant- Rajpal	-	-
Revenue Grant- Raj Renewal	-	-
Revenue Grant- Sjsry	3,37,500.00	-
TOTAL	3,35,49,445.00	-
Schedule - 26		
INCOME FROM CORP.ASSET		
Interest on Corporation Investment		
Sale of Form and Format	10,59,150.00	3,00,500.00
Hire Charges on Equipments	-	65,268.00
Sale of Products	6,00,600.00	10,41,522.00
TOTAL	16,59,750.00	14,07,290.00



Schedule forming part of Balance Sheet of Nagar Nigam, Bharatpur Rajasthan As on 31-03-2016		
PARTICULARS	Current Year (Amount in Rs.)	Previous Year (Amount in Rs.)
Schedule - 27		
MISCELLANEOUS OR INTEREST INCOME		
Interest From Bank A/c	1,20,91,725.00	67,31,403.00
Sjsry Income	-	-
Other Income	1,95,79,335.00	1,02,39,230.00
Intrest on FD 170-10	-	-
TOTAL	3,16,71,060.00	1,69,70,633.00
Schedule -28		
ESTABLISHMENT EXP.		
Salary, Wages and Bonus	15,38,85,450.00	14,84,52,516.82
Wages	53,310.00	-
Medical Allowances	97,553.00	89,786.00
Member Allowances	-	10,91,177.00
Travelling Allowances	1,73,807.00	68,339.00
Pension	-	84,494.00
Uniform Allowances	6,57,450.00	6,76,800.00
Parshad Allowances	21,51,395.00	-
Bonus	-	-
TOTAL	15,70,18,965.00	15,04,63,112.82
Schedule -29		
GENERAL ADMINISTRATION EXP.		
Advertisment & Publicity	6,27,340.00	37,22,584.00
Books & Periodicals	7,486.00	15,933.00
Communication Exp.	2,32,843.00	1,27,740.00
Legal Exp.	4,97,911.00	1,48,520.00
Office Maintenance	37,33,333.00	17,98,825.00
Other (Admini. Exp.)	61,82,144.20	37,94,518.96
Printing & Stationery	6,03,524.00	5,84,488.00
Professional & Other Fees	8,19,255.00	2,86,875.00
Travelling & Conveynce	-	6,97,838.00
Interest & Fina. Charges	-	13,25,144.00
Computer Operator	-	-
TOTAL	1,27,03,836.20	1,25,02,465.96
Schedule -30		
OPERATING & OPERATIONAL EXPENSES (PUBLIC WORKS)		
Fuel, Petrol & Diesel	-	-
Repairs & Maintenance - Infrastructor Assets	2,31,50,352.00	40,12,967.00
Electricity (Bulk. Pur.)	-	42,61,171.00
Repairs & Main. Other	-	-
Other Operating and Maintainance Exp.	11,41,224.00	15,15,250.00
Repair and Maintainance-Vehicle	47,52,037.00	37,00,839.00
Machinery Rent	-	-
Vehicle Rent	-	-
Insurance	-	-
Expenditure of Safai	5,49,90,960.00	2,27,22,113.00
TOTAL	8,40,34,573.00	3,62,12,340.00



Schedule forming part of Balance Sheet of Nagar Nigam, Bharatpur Rajasthan As on 31-03-2016		
PARTICULARS	Current Year (Amount in Rs.)	Previous Year (Amount in Rs.)
Schedule -31		
MISCELLENIOUS EXPENSES		
Own Programme Exps.	-	-
Other Programme Exp.	25,51,771.00	-
Balance Written Off	-	-
Rudf Contribution	-	-
Uidsmt	-	-
TOTAL	25,51,771.00	-
Schedule -32		
Yojna Expenses	-	-
Subsidy Firm	10,000.00	1,00,000.00
Economic Survey Exp	2,23,550.00	-
Janganana Exp.	-	-
Rain Basera Exp.	-	-
Sadi Cambel Exp.	-	-
Sjsry Exp.	-	-35,000.00
TOTAL	2,33,550.00	65,000.00



MUNICIPAL CORPORATION
BHARATPUR (2015-16)

SCHEDULE 33

ACCOUNTING POLICIES AND NOTES TO ACCOUNTS (2015-16)

I ACCOUNTING POLICIES

1. Basis of Accounting

The financial statements are prepared on a going concern and under historical cost basis under cash basis of accounting except in case of salary payment, borrowing costs and contractual payments like accounting charges and audit fees and interest earned on bank deposits. The method of accounting is the double entry system..

2. Recognition of Revenue

i. Revenue

- a. Property and Other Taxes are recognized in the period in which they are received
- b. Revenues in respect of Profession Tax on Organisations/entities are determined in the year in which they are received
- c. Advertisement taxes are considered on receipt basis.
- d. Revenue in respect of Trade License Fees are determined in the year in which they are received
- e. Assigned revenues like Entertainment Tax, Duty / Surcharge on transfer of Immovable properties are accounted during the year only upon actual receipt.
- f. Other Incomes, which are of an uncertain nature or for which the amount is not ascertainable or where demand is not raised in regular course of operations, is recognised on actual receipt

ii. Provision against payables

- a. Provisions against payables are made based on type of income; age judgement and past experience of the management. Security deposits and earnest money deposit more than three years old and no longer payable due to non-claim by parties or otherwise are being written back and considered as income.



MUNICIPAL CORPORATION
BHARATPUR (2015-16)

3. Recognition of Expenditure

i. Expenditure

- a. Expenses on Salaries, bonus and other allowances are recognized as and when they are due for payment
- b. All revenue expenditures are treated as expenditures in the period in which they are paid.
- c. In case of works contracts, expenditures are considered in the year in which the payment has been made.
- d. Provision for expenses are made at the year-end for certain expenses of yearly contractual nature for which the amount is known beforehand like audit fees, accounting charges, computer operator salary, etc.
- e. Retirement benefit viz encashment of leave etc. are recognized on cash basis i.e. when they are due for payment..

ii. Provision against receivables

- a. Provisions against receivables are made based on type of income; age of receivable and judgement and past experience of the management. Incomes that have been accrued and are doubtful of recovery are provided for.

4. Fixed Assets

i. Recognition

- a. All Fixed Assets are carried at cost less accumulated depreciation. The cost of fixed assets include cost incurred/money spent in acquiring or installing or constructing the fixed asset, interest on borrowings directly attributable to acquisition or construction of qualifying fixed assets up to the date of commissioning of the assets and other incidental and indirect expenses incurred up to that date.
- b. All assets costing less than Rs.5,000/- would be expensed / charged to Income & Expenditure Account in the year of purchase.
- c. Any Fixed Asset, which has been acquired free of cost or in respect of which no payment has been made, is recorded at nominal value of Re. 1/-



MUNICIPAL CORPORATION

BHARATPUR (2015-16)

ii. *Depreciation*

Depreciation is provided on Written down value method as per rates specified in Income Tax Act, 1961 as suggested in Rajasthan Municipal Accounting Manual.

iii. *Revaluation of Fixed Assets:*

- a. Revaluation of fixed assets is undertaken either at the time of issue of municipal bonds or when commercial development / lease of properties is made.
- b. Increase in net book value arising on revaluation is credited to 'Revaluation Reserve Account'. Decrease in net book value is charged to Income and Expenditure account.
- c. Revaluation reserve is amortised by proportionate amount of depreciation charged on the revalued portion of the cost of the fixed assets.

5. **Borrowing cost**

Borrowing cost is recognised as revenue expenditure on accrual basis excepting the case of fixed assets.

6. **Inventories**

Inventories are valued as follows:

- a. Raw materials are valued at Cost based on first in first out method
- b. Finished goods are valued at lower of the cost or market value.

7. **Grants**

- a. General Grants, which are of revenue nature, are recognised as income on actual receipt
- b. Grants, which are re-imbursement of specific revenue expenditure is recognized as income in the accounting period in which the corresponding revenue expenditure is charged to the Income and Expenditure Account.
- c. Grant received towards capital expenditure is treated as a liability till such time the fixed asset is constructed or acquired. On construction/acquisition of fixed asset, the grant corresponding to the value of the asset so constructed/acquired is treated as a capital receipt and transferred to capital contribution.



MUNICIPAL CORPORATION
BHARATPUR (2015-16)

8. Employee benefits

- a. Separate Funds are formed for meeting the provident and gratuity.
- b. Contribution towards Provident and gratuity funds are recognised as and when it is due

9. Investments

- a. All investments are initially recognised at cost. The cost of investment shall include cost incurred in acquiring the investment and other incidental expenses incurred for its acquisition.
- b. Long-term investments are carried at their cost. However in the event of any permanent diminution in their value as on the date of balance sheet, these are provided for.
- c. Short-term investments are carried at their cost or market value (if quoted) whichever is lower.



MUNICIPAL CORPORATION
BHARATPUR (2015-16)

II NOTES TO ACCOUNT

1. Balance of the Deposits received from contractors/suppliers is on the basis of receipts issued against deposit and deduction made from payments to them and has been taken from the register maintained in computer.
2. Balance of Loan against Provident Fund given to employees are subject to their confirmation.
3. Balances of Debtors, Creditors and other parties are subject to confirmation
4. These accounts have been prepared covering receipts of various Grants/Aids/Funds from State Government for specific purpose/scheme. In view of long duration of scheme, utilization of same is subject to verification on completion of scheme
5. The Financials are prepared on the basis of Cash Books maintained by ULB and Information provided by Municipal Corporation.
6. Statutory liabilities deduction but not payment made during the year i.e. CPF, House building advance(HBA REP), RD, Vehicle loan and Other deductions.
7. "NPS" Statutory Liabilities no deduction during year but payment made during year Rs. 3404540 Dr. which shown excess payment by Nagar Nigam.
8. "Gratuity Payable" Statutory Liabilities Balance Rs. 51,998 Dr. which shown excess payment by Nagar Nigam.
9. Expenses for Specific Grant/Scheme should be charged against respective grant but there is charged in Income & expenditure account. (E.g. SJSRY, NULM etc.)
10. Income from Specific Grant/Scheme should be accounted in respective grant but there is accounted in Income & expenditure account. (E.g. SJSRY, NULM etc.)

Signatories to Schedule 1 to 33

In confirmation and witness of facts


Krishna Kumar Chanani
Partner, K K Chanani & Associates
Chartered Accountants
FRN NO. 322232E
Membership No .056045

For Municipal Corporation: BHARATPUR, Rajasthan


आयुक्त
नगर निगम, भरतपुर
EO/Commissioner

Kolkata, the 02nd Feb, 2017

CAO/Sr. A.O..

