

FINANCIAL STATEMENT

[Under Double Entry Accounting System]

MUNICIPAL

COUNCIL

ALWAR

2015-16

Prepared by:

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MUNICIPAL COUNCIL ALWAR

2015-16

Table of Contents

S.No.	Contents
1.	Independent Auditors' Report
2.	Balance Sheet
3.	Income & Expenditure Statement
4.	Statement of Cash Flows
5.	Schedule to the Financial Statements
6.	Basis of Accounting and Accounting Policy



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K. K. Chanani & Associates

Chartered Accountants

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INDEPENDENT AUDITOR'S REPORT

To,
**The Commissioner,
Municipal Council Alwar,
Rajasthan**

Report to Financial Statement

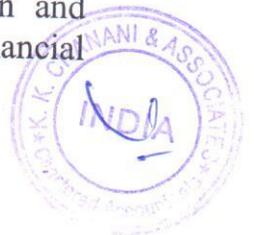
We have audited the accompanying financial statements of **Municipal Council, Alwar, Rajasthan** which comprise the Balance Sheet as at March 31, 2016, the Income and Expenditure Statement and the Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other 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, financial performance and cash flows 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) *There has been discrepancy between the balances of security deposit and advances as per double entry records of the council vis-à-vis as determined by the Local audit department and AG Audit department as at the year end . The details of which are as follows:*

<i>Account Head</i>	<i>As per Double Entry Accounts</i>	<i>As per Records Report(2015-2016)</i>	
<i>Advances(Dr)</i>	<i>Rs 33,40,749/-</i>	<i>Rs 33,44,280/-</i>	
<i>Security and other Deposit(Cr)</i>	<i>Rs 1,14,44,796/-</i>	<i>Rs 1,79,89,168/-</i>	<i>Loacal Audit Pg 65</i>

This discrepancy has not been properly explained by the management of the municipal council. As such to this extent of discrepancy, the accounts



do not reflect true and fair view. Besides, adjustment has not been made for lapsed deposit no longer payable. As such, Liabilities are overstated and Surplus of Income over expenditure is understated.

- c) Liabilities on account of repayment to State Government towards their share against various realizations as per Local Audit Report has not been considered in the accounts. As such, to this extent, Liabilities are understated and Surplus of Income over expenditure is overstated.*

Details as per Table below:

<i>Order under which amount to be remitted</i>	<i>Page no of Local audit report(2015-16)</i>	<i>Amount (in Rs.) to be remitted to Government Exchequer</i>
<i>7(4)Rajasthan Nagarpalika (nagariya bhumi vishpadan)-Lease premium</i>	<i>94</i>	<i>1,34,97,061/-</i>

- d) Liabilities on account of non-deduction of Patrakar Kalyan Khosh has not been ascertained and accounted for. To this extent Surplus of Income over Expenditure is overstated and Liabilities are understated.*
- e) Liabilities or recovery on account of pending cases and/or notices filed against or by municipal council 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 council nor has been disclosed in notes to accounts.*
- f) 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.*
- g) Interest on Fixed Deposit held in bank has not been provided. As such, both Surplus of Income over expenditure and assets are understated.*



h) Amount of fees, user charges, penalty income etc of various types has not been properly realized from the concerned payer as per details below:

<i>Nature</i>	<i>On Account of</i>	<i>Amount (in Rs.) to be realizable</i>
<i>Penalty</i>	<i>Against Construction Work</i>	<i>2,20,067/-</i>
<i>Plan Deviation Fees</i>	<i>Against Construction Work</i>	<i>42,220/-</i>
<i>Excess Payment</i>	<i>Against Interlocking Tiles Work</i>	<i>4,738/-</i>
<i>Excess Payment</i>	<i>Chhotu Construction</i>	<i>10,666/-</i>
<i>Excess Payment</i>	<i>Purchase of ferro cement drain cover</i>	<i>17,608/-</i>
<i>Penalty for late execution</i>	<i>Purchase of ferro cement drain cover</i>	<i>34,893/-</i>
<i>Fooder Receipt</i>	<i>Short Realisation</i>	<i>89,352/-</i>
<i>Late Payment Penalty</i>	<i>Jaipur Publicity Centre</i>	<i>1,31,200/-</i>
<i>Interest and Penalty from contractor</i>	<i>On Service Tax A/c</i>	<i>2,64,750/-</i>
<i>Advertisement Hoardings</i>	<i>On Service Tax A/c</i>	<i>1,44,952/-</i>
<i>Advertisement Hoardings</i>	<i>Interest on late deposit of amount</i>	<i>1,82,831/-</i>
<i>Marriage Place Registration</i>	<i>Registration fees</i>	<i>7,69,305/-</i>
<i>Mobile Tower</i>	<i>Registration fees</i>	<i>81,20,000/-</i>
<i>Sewrage Tax</i>	<i>From PHED</i>	<i>20,000/-</i>
<i>Road Cutting</i>	<i>Less Realisation</i>	<i>3,457/-</i>
<i>Non realization of depreciation cost of own vehicles used by contractor</i>	<i>From Trimurti Enterprises</i>	<i>9,01,002/-</i>
<i>Urban Development tax</i>	<i>Taxes</i>	<i>2,10,20,013/-</i>

As such both Surplus of Income over expenditure and assets are understated.



- i) All expenses except salary and allowances, accounting charges, contractual monthly payments and audit fee are accounted for on cash basis. Similarly, all incomes except interest on deposits in savings accounts with banks 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.
- j) Evidence of discharge of liability by contractor on account of provident fund and employee state insurance not found on record ,as such we are unable to comment on arising of any liability for non- payment of this (being principal employer) by nagar parishad.To this extent account do not reflect true and fair view.
- k) Discrepancy noticed between the computerized double entry accounts and physical record are as under:

Particulars	As per Cash /Other Scheme Books	As per Computerised Books of accounts
450-12-01 P D A/c (Non Intt. Bearing	Rs 20,47,89,114/-	Rs 20,47,89,117/-
450-21-01 U.C.O. Bank A/c	Rs. 26,36,328/-	Rs, 34,40,784/-
450-21-02 Bank of Baroda A/c	Rs. 18,57,269/-	Rs 18,57,323/-
450-21-08 Uco Bank (Old)	Rs 1,02,28,674/-	Rs 90,07,472/-

The discrepancy has not been properly explained by the management As such , accounts does not reflect true and fair view to this extent

- l) Bank Reconciliation, in respect of several bank accounts, have been produced before us for 2015-2016 . However, treatment of differences arising out of reconciliation including old differences and bank charges debited by bank remains unaccounted for in few cases. Moreover reconciliation statement in few cases have unreconciled balances . To this extent accounts does not reflect true and fair view.



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;
- b) in the case of the Income and Expenditure Statement, of the surplus for the year ended on that date; and
- c) in the case of the Cash Flow Statement, of the cash flows 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, Income and Expenditure Account and Cash Flow Statement dealt with by this Report are in agreement with the books of account;
- d) in our opinion, the Balance Sheet, Income and Expenditure Account and Cash Flow Statement 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 21st 11th April, 2017



K. K. Chanani & Associates

Chartered Accountants

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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, salary and allowances, accounting charges and audit fee 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, such deductions have been properly accounted.
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 to some extent.
4. As explained to us the ***Municipality is not maintaining records showing full particulars, including quantitative details and situation of fixed assets.*** As informed to us, 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 of stores has not been conducted by the Municipality after 2008-09*. As such we are unable to comment on the procedures of physical verification of stores vis-a-vis material discrepancies, if any, on physical verification and its treatment in books of accounts. *Moreover, neither the stores has been verified and valued at the year-end nor has same been recognized in the accounts prepared for the year under report*.
7. As explained to us, Municipality has granted advance against work *but the same has not been adjusted within one month as required as per Rajasthan Municipal Council manual and no reasonable steps are carried out for adjustment of such advance*. Moreover, Municipality has granted loans to the employees .
8. The Municipality has granted loans to the employees against PF. Deduction from salary are made towards the loans.
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.
In our opinion and according to the information and explanations given to us and on the basis of our test checks , there exists an adequate internal control procedure for the contracting of works and projects, periodic inspections and measurements, quality checks and payments there for *except in case of*
(a) sweeping contract awarded to Sri Trimurti Enterprises, Alwar. Viz Non realization of depreciation cost of own vehicles used by contractor Rs, 9,01,002/-, payment in cash to sweeping labour contradicting cheque payments requirement , non availability of sweeping labour record and late execution of contract for sweeping.



(b) Payment towards purchase of Ferro cement drain cover without entry in stock records

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.
- 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) There is excessive number of bank accounts which need to be pruned to a reasonable number as may be determined by the municipality and or any higher authority, if any .
- d) Quality checks in respect of all contracts need to be carried out. As explained to us, quality checks are being done in respect of those contract whose terms and conditions require such certificate
- e) Photographs of places where contractual work is carried out at various places should have date inscribed on it and should be obtained on five to six various dates as the situation warrant.
- f) Evidence of discharge of payment on account of provident fund and employee state insurance by the contractors need to be obtained, otherwise being principal employer the liability will fall upon the nagar parishad



10. *The Municipality is generally regular in depositing undisputed statutory dues including tax deducted at source, works contract tax, cess and royalty payable to the Government, ESI, PF, Patrakar Kalyan Khosh etc except in cases as reported in Annexure "A1" enclosed herewith. Cases of non-deduction of income tax at source, royalty, sales tax and patrakar kalyan khosh as traced by us on the basis of our test checking are also given in the Annexure "A2" enclosed herewith Besides, evidence of discharge of liability by contractor on account of provident fund, employee state insurance and service tax not found on record, as such we are unable to comment on payment of this liability.*
11. 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.
12. 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. *Accounting effect of bank charges debited by Bank, Old Differences, Non- collection of cheques, Cancellation of stale cheques not presented has not been considered in accounts in few cases.*
13. 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 21st April, 2017



MUNICIPAL COUNCIL ALWAR

ANNEXURE "A1" TO ANNEXURE ON AUDITOR'S REPORT FOR YEAR ENDED 31.03.2016

I CASES OF DELAY IN DEPOSIT OF TAXES

Sl. No	Particulars	Date of Payment	Amount (in RS)	Due Date of Remittance	Date of Remittance
1	Tax deducted at source(Salary)	02-11-2015	1,500	07-12-2015	29-01-2016
2	Tax collected at source	29-05-2015	216	07-06-2015	29-01-2016
	Tax collected at source	Oct,2015	8,507	07-11-2015	08-12-2015
	Tax collected at source	Nov,2015	1,697	07-12-2015	16-12-2015
3	Tax deducted at source	Sept,2015	4,592	07-10-2015	08-12-2015
	Tax deducted at source	Oct,2015	277,357	07-11-2015	08-12-2015
	Tax deducted at source	Nov,2015	157,145	07-12-2015	16-12-2015
4	Sales Tax	Oct,2015	25,227	15-11-2015	08-12-2015
	Sales Tax	Nov,2015	71,928	15-12-2015	16-12-2015
5	Service Tax	Oct,2015	206,570	05-11-2016	08-12-2015
6	Royalty	Oct,2015	68,270	15-11-2015	08-12-2015
	Royalty	Nov,2015	243,259	15-12-2015	16-12-2015
7	Labour Kalyan Khosh(Cess)	Oct,2015	25,484	15-11-2015	08-12-2015
	Labour Kalyan Khosh(Cess)	Nov,2015	67,953	15-12-2015	16-12-2015

ANNEXURE "A2" TO ANNEXURE ON AUDITOR'S REPORT FOR YEAR ENDED 31.03.2016

CASES OF NON DEDUCTION OF TDS, ROYALTY, SALESTAX, PATRAKAR KALYAN KHOSH

I CASES OF PATRAKAR KALYAN KHOSH

Sl. No	Particulars	Date of Payment	Amount (in RS)	Rate of Deduction	Amount
1	Rajasthan Sarwad	16-02-2016	43,518	1%	435

II CASES OF SALES TAX

Sl. No	Particulars	Date of Payment	Amount (in RS)	Rate of Deduction	Amount
1	Sagar Fountain	Pg 77 -LFAR	1,017,100	=	30,470
2	Taj Industries	Pg 106-LFAR	986,108	=	121,883
3	A K Industries	04-12-2015	232,650	Short	26,754
4	A K Industries	04-12-2015	359,285	Short	41,317
5	Girish Kumar Gupta	06-05-2015	663,120	14.50%	96,152



MUNICIPAL COUNCIL ALWAR

II CASES OF NON-DEDUCTION OF TAX AT SOURCE

Sl. No	<u>Particulars</u>	<u>Date of Payment</u>	<u>Amount (in RS)</u>	<u>Section under which tax to be deducted</u>	<u>Rate of Deduction</u>
1	Advertisement Expenses				
	Rajasthan Sanwad	16-02-2016	43,518	194C	2%
	Tanishk Publicity	05-06-2015	42,600	194C	2%
2	Sweeping Expenses				
	Trimurti Enterprises	06-05-2015	502,524	194C	2%
3	Other Contingent Expenses				
	Feasibility Report	01-10-2015	57,000	194 J	10%
4	13th Finance Commission Grant				
	Trimurti Enterprises	20-04-2015	563,798	194C	2%
	Trimurti Enterprises	02-06-2015	407,380	194C	2%
	Trimurti Enterprises	06-07-2015	413,507	194C	2%
	Trimurti Enterprises	29-07-2015	410,152	194C	2%
	Trimurti Enterprises	18-08-2015	425,179	194C	2%
	Trimurti Enterprises	22-09-2015	411,727	194C	2%
	Trimurti Enterprises	23-10-2015	409,948	194C	2%
	Trimurti Enterprises	18-11-2015	427,438	194C	2%
	Trimurti Enterprises	06-01-2016	392,526	194C	2%
	Trimurti Enterprises	29-01-2016	401,728	194C	2%
	Trimurti Enterprises	15-02-2016	72,581	194C	2%
	Trimurti Enterprises	15-02-2016	413,952	194C	2%
	5	14th Finance Commission Grant			
Trimurti Enterprises		28-03-2016	394,441	194C	2%
6	Repairs-Vehicle				
	General Auto Mobile	04-02-2016	36,500	194C	1%



NAGAR PARISHAD ALWAR
Balance Sheet As on 31st March 2016

LIABILITIES	Schedule	31st March 2016	31st March 2015
		(Amount)	(Amount)
<u>RESERVE & SURPLUS</u>			
Municipal (General) Fund	1	61,570,429.48	46,230,993.68
Earmarked Funds	2	91,266,456.11	85,602,503.11
Reserve & Surplus	3	212,711,399.00	192,313,219.00
Total Reserve & Surplus (A)		365,548,284.59	324,146,715.79
<u>GRANT/ CONTRIBUTION FOR SPECIFIC PURPOSE</u>			
Grant/Contribution for Specific purpose	4	262,470,185.73	154,921,823.73
Total Grant/Contribution (B)		262,470,185.73	154,921,823.73
<u>LOANS</u>			
Secured Loan	5	15,000,000.00	18,000,000.00
Total Loans (C)		15,000,000.00	18,000,000.00
<u>CURRENT LIABILITIES & PROVISIONS</u>			
Sundry Deposits	6	11,444,796.00	11,599,049.00
Statutory Liabilities	7	11,373,077.00	10,529,033.00
Other Liabilities	8	661,360.00	1,425,464.00
Provisions	9	409,000.00	306,750.00
Total Current Liabilities and Provisions (D)		23,888,233.00	23,860,296.00
TOTAL LIABILITIES (A+B+C+D)		666,906,703.32	520,928,835.52
Notes to Accounts and Accounting Policies	27		
As per our Report of even date attached			
Krishna Kumar Chatriani Partner, K K Chanani & Associates Chartered Accountants FRN NO. 322232E Membership No .056045		 	
Kolkata, the <u>21st June</u> April, 2017		 आयुक्त नगर पारिषद, अलवर (राजस्थान) EO/Commissioner	
		 सहायक निदेशिका नगर पारिषद, अलवर CAO/ Sr. A.O	
			

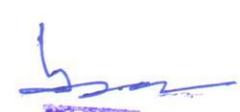
NAGAR PARISHAD ALWAR
Balance Sheet As on 31st March 2016

ASSETS	Schedule	31st March 2016	31st March 2015
		(Amount)	(Amount)
<u>FIXED ASSETS</u>			
Gross Block	10	353,988,395.00	318,562,246.00
Depreciation Fund	11	96,810,492.00	69,510,677.00
Net Block		257,177,903.00	249,051,569.00
Total Fixed Assets (A)		257,177,903.00	249,051,569.00
<u>INVESTMENTS</u>			
General Fund Investments	12	204,813,237.00	92,719,361.00
Specific Fund Investments	13	91,266,456.11	85,602,503.11
Total Investments (B)		296,079,693.11	178,321,864.11
<u>CURRENT ASSETS, LOAN & ADVANCES</u>			
Cash & Bank Baliances	14	110,308,358.15	90,162,653.35
Loans, Advances and Deposits	15	3,340,749.06	3,392,749.06
Total Current Assets, Loans & Advances(C)		113,649,107.21	93,555,402.41
TOTAL ASSETS(A+B+C)		666,906,703.32	520,928,835.52
Notes to Accounts and Accounting Policies	27		
As per our Report of even date attached			
<p>Krishna Kumar Chanani Partner, K K Chanani & Associates Chartered Accountants FRN NO. 322232E Membership No .056045</p>		<p style="text-align: center;"> अभ्युक्त नगर प EO/Commissioner</p>	
<p>Kolkata, the <u>21st June</u> April, 2017</p>		<p style="text-align: center;"> नगर प CAO/ Sr. A.O</p>	



NAGAR PARISHAD ALWAR

Income and Expenditure Statement for the year ended on 31st March 2016

PARTICULARS	Schedule	31st March 2016 (Amount)	31st March 2015 (Amount)
<u>INCOME</u>			
Income from Taxes	16	33,135,621.00	21,036,757.00
Assigned Compensations	17	165,732,000.00	150,665,000.00
Rental Income from Municipal Properties	18	4,962,170.00	3,859,012.00
Fees and User Charges	19	30,678,089.80	34,700,852.00
Revenue Grants, Contributions and Subsidies	20	88,098,461.00	33,690,197.00
Income from Corporation Assets and Investment	21	6,471,159.00	5,600,882.28
Miscellaneous Income	22	31,201.00	26,645.00
Total Income		329,108,701.80	249,579,345.28
<u>EXPENDITURE</u>			
Establishment Expenses	23	151,977,000.00	146,956,467.00
General Administrative Expenses	24	7,939,002.00	7,687,494.00
Public Works	25	117,408,599.00	106,849,684.00
Miscellaneous Expenses	26	9,144,850.00	4,877,622.00
Depreciation During the Year	11	27,299,815.00	26,089,843.00
Total Expenditure		313,769,266.00	292,461,110.00
Surplus\ Deficit before adjustment of prior period items and Depreciation		15,339,435.80	(42,881,764.72)
Less; Prior Period Items		-	-
Less: Prior Period adjustment of Depreciation		-	-
NET SURPLUS\ (DEFICIT)		15,339,435.80	(42,881,764.72)
Notes to Accounts and Accounting Policies	27		
As per our Report of even date attached			
Krishna Kumar Chanani Partner, K K Chanani & Associates Chartered Accountants FRN NO. 322232E Membership No .056045		 	
Kolkata, the <u>21st June</u> April, 2017		 EO/Commissioner	 CAO/Sr. A.O

NAGAR PARISHAD ALWAR
Statement of Cash FlowAs on 31st March 2016

S.NO	PARTICULARS	2015-16	2014-15
A.	<u>Cash flow From Operating Activities</u>		
a.	Surplus/(Deficit) over expenditure	15,339,435.80	-42,881,764.72
b.	Add : Non Cash Items Debited in Income & Expenditure A/c. Depreciation	27,299,815.00	26,089,843.00
	Add : Non-operating Items debited in Income & Expenditure A/c	-	-
	Less: Non-operating Items credited in Income & Expenditure A/c. Interest Received	4,558,615.00	4,384,903.28
	Sale of Land , etc	1,912,544.00	1,215,979.00
	Rental Income	4,962,170.00	3,859,012.00
c.	Adjusted income over expenditure before changes in current assets and current liabilities and extra ordinary items.	31,205,921.80	-26,251,816.00
d.	Changes in current assets and current liabilities Less : Increase in sundry deposit	-154,253.00	-1,277,624.00
	Add : Increase in Statutory Liabilities	844,044.00	-624,509.00
	Add : Increase in Other Liabilities	-764,104.00	1,265,402.00
	Add : Increase in Provisions	102,250.00	102,250.00
	Add : Decrease in Loans and Advances	52,000.00	5,438,785.00
e.	Add : Adjustment to Capital Contribution	20,398,180.00	37,797,780.00
	Net cash generated from/ (used in) operating activities (A)	51,684,038.80	16,450,268.00
B.	<u>Cash flows from investing activities</u>		
a.	Add : Proceeds from sale of land etc	1,912,544.00	1,215,979.00
b.	Add : Interest Received	4,558,615.00	4,384,903.28
c.	Add : Rental Income	4,962,170.00	3,859,012.00
d.	Add : Decrease in General funds investments	-112,093,876.00	-66,693,405.00
e.	Less: Purchase of fixed assets	-35,426,149.00	-48,553,376.00
	Net cash generated from/ (used in) investing activities (B)	-136,086,696.00	-105,786,886.72
C.	<u>Cash flows from financing activities</u>		
a.	Grants utilised for specific purpose	107,548,362.00	65,657,594.00
b.	Add : Increase in Loans	-3,000,000.00	18,000,000.00
	Net cash generated from (used in) financing activities(C)	104,548,362.00	83,657,594.00
D.	<u>Net increase/ (decrease) in cash and cash equivalents (A + B + C)</u>	20,145,704.80	-5,679,024.72
E.	<u>Change in Cash and Cash Equivalents</u>		
a.	Cash and cash equivalents at beginning of period	90,162,653.35	95,841,678.07
b.	Cash and cash equivalents at end of period	110,308,358.15	90,162,653.35
	Net increase/ (decrease) in cash and cash equivalents(b-a)	20,145,704.80	-5,679,024.72

As per our Report of even date attached


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



Kolkata, the 21st April, 2017


EO/Commissioner


CAO/ Sr. A.O



NAGAR PARISHAD ALWAR
Schedule forming part of Financial Statements As on 31st March 2016

2015-16

2014-15

Schedule - 1

MUNICIPAL (GENERAL) FUND	Amount	Amount
Opening Balance	46,230,993.68	89,112,758.40
Add Excess of Income over expenditure	15,339,435.80	-42,881,764.72
Total	61,570,429.48	46,230,993.68

Schedule - 2

EARMARKED FUND	Amount	Amount
311-10-01 GPF Earmarked Fund	89,672,725.11	84,678,279.11
311-10-02 Gratuity Earmarked Fund	1,593,731.00	924,224.00
Total	91,266,456.11	85,602,503.11

Schedule - 3

RESERVE & SURPLUS	Amount	Amount
312-10-01 Capital Contribution		
Opening Balance	192,313,219.00	154,515,439.00
Add Addition during the year	20,398,180.00	37,797,780.00
Less Withdrawal during the year	-	-
Total	212,711,399.00	192,313,219.00

Schedule - 4

GRANT/CONTRIBUTION FOR SPECIFIC PURPOSE	Amount	Amount
320-10-01 Swatch Bhart Mission	15,206,508.00	-
320-10-02 Aarthik Jangana	168,637.00	411,790.00
320-10-03 Akshay Urja	-	850,000.00
320-20-01 City Sanitation Plan Fund	260,831.00	260,831.00
320-20-01 Road, Drainage Vishesh Anudan	7,327,680.00	7,327,680.00
320-20-02 NULM	25,861,477.73	11,658,000.00
320-20-02 S.J.S.R.Y.	-	19,005,122.73
320-20-03 BPL Avas Yojana	-	4,980,250.00
320-20-06 M L A Fund	16,693,010.00	9,052,985.00
320-20-09 S F C Grant	145,818,739.00	56,335,561.00
320-20-10 13th Finance Commission Grant	34,896,420.00	37,647,629.00
320-20-10 14th Finance Commission Grant	8,832,025.00	-
320-20-12 Bhamashah Yojna	144,958.00	158,475.00
320-20-12 Panna Dhayay Yojna	26,400.00	-
320-20-12 Sadi Kamble Yojna	7,233,500.00	7,233,500.00
Total	262,470,185.73	154,921,823.73



NAGAR PARISHAD ALWAR(2015-16)

Schedule - 5

Secured Loan	Amount	Amount
330-50-02 RUDIFCO Loan	15,000,000.00	18,000,000.00
Total	15,000,000.00	18,000,000.00

Schedule - 6

SUNDRY DEPOSITS	Amount	Amount
340-10-01 Earnest Money Deposit	9,499,704.00	8,734,654.00
340-10-02 Security Money Deposit	263,613.00	1,505,395.00
340-10-03 Construcion Work Prtibhuti Rasi (Amanant)	47,479.00	
340-20-04 Water Harvesting	1,634,000.00	1,359,000.00
Total	11,444,796.00	11,599,049.00

Schedule - 7

EMPLOYEES LIABILITIES	Amount	Amount
350-11-02 Net Payable Salary	6,244,617.00	6,702,633.00
350-11-04 C P F Contribution	1,407,984.00	1,370,934.00
350-11-05 Provision for Exp. Payble Graduity & Pen.	1,176,788.00	21,100.00
350-11-06 C M Relif Fund	510.00	510.00
350-20-01 GPF Deduction	1,641,876.00	1,478,345.00
350-20-02 L I C	157,690.00	191,139.00
350-20-03 Bank Loan, RD, RMPF, SI	743,612.00	764,372.00
Total	11,373,077.00	10,529,033.00

Schedule - 8

STATUTORY/OTHER LIABILITIES	Amount	Amount
350-20-06 TDS Payable for Salary	62,500.00	62,250.00
350-30-04 T C S for Contractar	-	23,172.00
350-30-05 T D S Payslae on Contractor	-	51,528.00
350-30-06 Sales Tax	-	4,549.00
350-30-07 Service Tax	-	692,292.00
350-30-08 Labour Kalyan Kosh	-	4,964.00
350-30-08 Patrkay Kalyan Fund	5,110.00	1,607.00
350-30-08 Royalty Dedution	-	9,925.00
350-80-02 Expired Chq. Receipt	593,750.00	575,177.00
Total	661,360.00	1,425,464.00

Schedule - 9

PROVISIONS	Amount	Amount
360-10-01 AuditFee Payable	229,000.00	171,750.00
360-10-02 Double Entry Accounting Pyable	180,000.00	135,000.00
Total	409,000.00	306,750.00



NAGAR PARISHAD ALWAR(2015-16)

Schedule - 10

FIXED ASSETS : GROSS BLOCK	Amount	Amount
Immovable Assets		
410-10 Land	1,367,300.00	-
410-20 Buildings	56,040,667.00	47,102,197.00
Infrastructure Assets		
410-30 Roads & Bridges	226,398,087.00	209,613,117.00
410-31 Sewrage & Drainage	59,197,443.00	55,383,083.00
410-32 Waterways	3,345,154.00	3,226,124.00
410-33 Public Lightings	5,813,261.00	1,425,993.00
410-40 Plant & Machinery	181,830.00	181,830.00
Moveable Assets		
410-60 Office Equipments	642,090.00	642,090.00
410-70 Furniture/Electrical Fittings	1,002,563.00	987,812.00
Total	353,988,395.00	318,562,246.00

Schedule - 11

DEPRECIATION FUND	Amount	Amount
Opening balance	69,510,677.00	43,420,834.00
Add:- Depreciation for the year (as per Annexure I)	27,299,815.00	26,089,843.00
Total	96,810,492.00	69,510,677.00

Schedule - 12

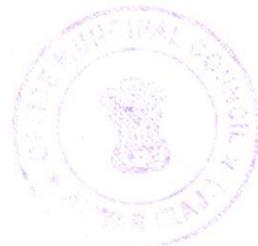
GENERAL FUND INVESTMENT	Amount	Amount
450-11-01 P D A/c (Int. Bearing)	24,120.00	24,120.00
450-12-01 P D A/c (Non Intt. Bearing)	204,789,117.00	92,695,241.00
Total	204,813,237.00	92,719,361.00

Schedule - 13

SPECIFIC FUND INVESTMENT	Amount	Amount
421-80-01 GPF Pd A/c	89,672,725.11	84,678,279.11
421-80-02 Gratuity PD A/c	1,593,731.00	924,224.00
Total	91,266,456.11	85,602,503.11

Schedule - 14

CASH & BANK BALANCES	Amount	Amount
Cash-in-hand	121,388.00	73,621.00
Bank Accounts (as per Annexure II)	315,000,207.15	182,808,393.35
Less Transfer to General Fund Investment	-204,813,237.00	-92,719,361.00
Total	110,308,358.15	90,162,653.35



NAGAR PARISHAD ALWAR(2015-16)

Schedule - 15

LOANS,ADVANCES & DEPOSITS	Amount	Amount
460-40-03 Advance to Contractor	304,902.00	304,902.00
460-40-04 Advance for work	46,372.08	98,372.08
460-60-03 Govt. Department Advance	2,989,474.98	2,989,474.98
Total	3,340,749.06	3,392,749.06

Schedule - 16

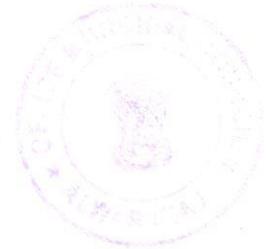
INCOME FROM TAXES	Amount	Amount
110-01-01 Property Tax-Nagariya Tax	17,124,621.00	8,578,757.00
110-05-01 Nagriya Upkar Electricity	16,011,000.00	12,458,000.00
Total	33,135,621.00	21,036,757.00

Schedule - 17

ASSIGNED COMPENSATION	Amount	Amount
120-20-01 Octroi Compensation	165,732,000.00	150,665,000.00
Total	165,732,000.00	150,665,000.00

Schedule - 18

RENTAL INCOME FROM MUNICIPALE PROPERTIES	Amount	Amount
130-10-02 Vechile Stand Rent	1,483,266.00	1,903,672.00
130-10-03 Licence Fees Shop	695.00	1,193.00
130-10-04 Community Center Rent	348,650.00	324,951.00
130-20-01 Qtr. Rent (Employee)	71,835.00	17,394.00
130-40-02 Licence Fees Land	3,607.00	4,201.00
130-40-04 Marraige Home Rent	2,707,088.00	1,159,401.00
130-40-05 Mukti Dham...	347,029.00	448,200.00
Total	4,962,170.00	3,859,012.00



NAGAR PARISHAD ALWAR(2015-16)

Schedule - 19

FEES AND USER CHARGES	Amount	Amount
140-10-04 Regn. Naksha Kasi	16,000.00	20,500.00
140-10-05 Contractor Registratioon	76,175.00	49,815.00
140-10-06 Marriage Home Registration	568,390.00	321,000.00
140-10-07 Moile Tower Registration	855,327.00	200,000.00
140-11-04 Kaian House Receipt	361,428.00	279,985.00
140-11-05 Festival Etc.	2,830,101.00	2,568,500.00
140-11-06 Licence Fees Hotel /Lodge	2,339.00	1,295.00
140-11-07 S S I Licence Fees	113,530.00	15,503.00
140-11-08 Marriegie Home Licences	524,004.00	359,453.00
140-12-01 Permit Fees Building	154,605.00	148,623.80
140-13-01 Certificate Copy Fees	35,483.00	35,231.00
140-13-02 Birth Death Certificate	359,423.00	286,313.00
140-13-03 Marriage Certificate Fees	335,950.00	356,620.00
140-13-04 Fire, Noc,	1,569,000.00	1,331,990.00
140-13-05 Fire Certificate	72,500.00	15,500.00
140-13-06 Medical Card	2,080.00	
140-15-06 Land Sub-Division & Use Change	73,920.00	3,402,384.00
140-20-01 Violation Penalty Fees	1,692,844.00	1,397,301.20
140-20-02 Carring Charge	33,192.00	14,000.00
140-20-05 Contracator Penalty	80,384.00	32,590.00
140-40-01 Advertisment Charge Receipt	16,201,814.80	19,455,944.00
140-40-08 Name Transfer (Land) Change	486,550.00	700,500.00
140-50-01 Lease	1,512,612.00	2,846,563.00
140-50-05 Sanitation Fees	20,000.00	38,000.00
140-50-06 Mehla Tank Service	-	21,000.00
140-50-08 Lavatory Uses Fees	62,468.00	41,356.00
140-50-09 Siver Line Conection	1,462,966.00	-
140-60-02 Library Adm.Fees	1,408.00	1,606.00
140-70-01 Printing Fees	2,000.00	4,000.00
140-70-02 Road Cutting Charge	1,171,542.00	755,243.00
140-70-04 State Grant Patta Fees	54.00	36.00
Total	30,678,089.80	34,700,852.00

Schedule - 20

REVENUE GRANT, CONTRIBUTION, SUBSIDIES	Amount	Amount
160-10-02 13th Finance Commission (Revenue)	16,548,209.00	17,979,102.00
160-10-02 14th F C Grant(Revenue)	44,340,975.00	-
160-10-03 S F C Grant (Revenue)	17,491,582.00	14,075,649.00
160-20-01 Akshay Kaleva (Revenue)	20,006.00	564,558.00
160-20-01 Census Grant (Revenue)	1,028,280.00	-
160-30-01 Bhamasaha Yojana(Revenue)	373,517.00	-
160-30-01 Panna Dhyay (Revenue)	524,400.00	543,600.00
160-30-01 Sjsry (Revenue)	-	527,288.00
160-30-01 Swatch Bharat Mission (Revenue)	7,771,492.00	-
Total	88,098,461.00	33,690,197.00



NAGAR PARISHAD ALWAR(2015-16)

Schedule - 21

INCOME FROM CORP.ASSET/INVESTMENT	Amount	Amount
150-10-02 Dead Animal Contract	768,400.00	335,439.00
150-10-03 Sale of Kacha Land	126,872.00	-
150-11-01 Sales of Tender Forms	556,190.00	571,639.00
150-11-02 Sale of Other Form	142,004.00	97,317.00
150-11-03 Safai Vacancies P.O.	-	370.00
150-12-01 Nilami Assets Store	-	179,614.00
150-12-02 Nilami Assats	306,078.00	31,600.00
150-40-02 Fire Vechile Hire Charges	13,000.00	-
171-10-01 Interest P D A/c	-	1,085.00
171-10-02 Bank Interest	4,045,290.00	2,925,338.28
171-10-03 Bank Charges Receipt	267.00	80.00
171-20-01 Employee Advance Interest	11,697.00	5,000.00
171-80-01 Other Interest	501,361.00	1,453,400.00
Total	6,471,159.00	5,600,882.28

Schedule - 22

MISCELLANEOUS INCOME	Amount	Amount
180-80-01 Audit Recovery	17,582.00	22,577.00
180-80-01 Other Income	10,010.00	-
180-40-01 Recoveries From Employees	3,609.00	4,068.00
Total	31,201.00	26,645.00

Schedule - 23

ESTABLISHMENT EXPENSES	Amount	Amount
210-10-01 Officer Salary & Allowance	5,055,693.00	2,419,739.00
210-10-02 Employee Salary & Allowance	114,841,242.00	119,718,017.00
210-10-03 Wages	29,484.00	59,202.00
210-10-04 Bonus	1,025,012.00	1,083,136.00
210-20-01 Medical Allowance	584,942.00	413,213.00
210-20-02 Vehicle Allowance	37,643.00	41,500.00
210-20-03 Uniform Allowance	454,119.00	496,806.00
210-20-04 Washing Allowance	442,170.00	489,831.00
210-20-05 Member Allowance	1,717,300.00	1,150,681.00
210-20-07 Other Allowance	436,346.00	462,092.00
210-20-08 Stationery Allowance	-	81,750.00
210-30-01 Employee Contribution for Pension	11,190,535.00	11,818,543.00
210-40-01 Employee Contribution for Gratuity	15,047,976.00	7,852,123.00
210-40-02 Deputation Officers Pension Contribution	146,341.00	135,716.00
210-40-03 Employee Contribution CPF	968,197.00	734,118.00
Total	151,977,000.00	146,956,467.00



NAGAR PARISHAD ALWAR(2015-16)

Schedule - 24

GENERAL ADMINISTRATION EXP.	Amount	Amount
220-11-01 Electricl Bill Exp Office	60,365.00	169,965.00
220-11-03 Ex. Service Men	2,297,377.00	2,207,281.00
220-12-01 Telephone Exp.	219,372.00	188,932.00
220-12-03 Postage, Ticket etc	10,000.00	5,000.00
220-20-01 News Paper & Magazine	47,076.00	74,043.00
220-20-04 Books Purchase		675.00
220-21-01 Printing Exp.	237,707.00	250,544.00
220-21-02 Stationery Exp.	198,501.00	161,060.00
220-21-03 Computer Exp.	21,965.00	18,309.00
220-30-01 Travling Exp.	119,478.00	105,659.00
220-30-02 Fuel, Petrol & Diesel	594,081.00	601,825.00
220-30-03 Vechile Rent	55,001.00	54,238.00
220-40-01 Insurance Exp.	465,573.00	428,898.00
220-50-01 Audit Fees	258,250.00	270,250.00
220-50-02 Accounting Charges	45,000.00	45,000.00
220-51-01 Legal Exp.	165,438.00	384,720.00
220-51-04 Legal Adviser Salary	108,000.00	108,000.00
220-52-02 Computer Opereter	749,790.00	651,233.00
220-52-03 Consaltance Fees	12,393.00	17,588.00
220-60-02 Advertisment Exp.	1,508,100.00	1,138,163.00
220-61-01 Membership Fees	8,000.00	8,000.00
220-80-01 Finail (Swepping)	38,526.00	30,704.00
220-80-02 Other Contingent Exp.	719,009.00	767,407.00
Total	7,939,002.00	7,687,494.00

Schedule - 25

PUBLIC WORKS	Amount	Amount
230-20-01 Electricity Bill Exp.	1,211,041.00	1,441,785.00
230-20-02 Water Exp.	133,610.00	143,049.00
230-20-03 Electricity Bill Roadlight	16,011,000.00	12,458,000.00
230-40-01 Machinery Rent	29,262.00	1,300.00
230-50-01 R & M Roa, Bridges and Drain	12,430,506.00	16,033,059.00
230-50-02 Lighting	4,936,050.00	2,907,489.00
230-50-03 R & M Other Assets	2,139,590.00	1,490,929.00
230-50-05 Other Repair & Maintiance	612,299.00	4,290,965.00
230-51-01 R & M Park	153,878.00	251,150.00
230-51-07 R & M Lavatories	2,326,931.00	2,891,238.00
230-52-01 Office Building R & M	540,100.00	1,072,213.00
230-52-03 Repair & Maintiance	86,036.00	77,753.00
230-53-01 R & M Vechile	361,795.00	474,397.00
230-59-01 Furniture Maintince	9,731.00	-
230-59-02 R & M Electronic Upakaran	63,739.00	6,363,217.00
230-59-03 R & M (Office Equipment)	13,530.00	300.00
230-59-05 Other Assets (R & M)	36,824.00	66,934.00



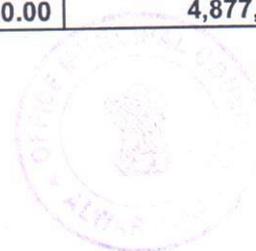
NAGAR PARISHAD ALWAR(2015-16)

Schedule 25 contd---

PUBLIC WORKS---- Contd	Amount	Amount
230-80-01 Sewar Plant Treatment(Maintenance)	586,320.00	526,500.00
230-80-02 Sweeping Exp.	62,867,302.00	47,624,048.00
230-80-03 Solid Waste Mangement	249,480.00	-
230-80-04 Other Operting Food for Catala	56,145.00	138,827.00
230-80-06 Lavarish Dead Body Daha Sanskar	137,700.00	97,650.00
250-20-01 Mela Expenses	815,496.00	607,277.00
250-20-03 Other Programe Exp.	891,466.00	781,970.00
250-30-01 Disst. Programe	139,558.00	88,165.00
260-10-01 I H S P D Contribution	-	3,267,793.00
260-20-01 Akshay Kaleva Scheme Expenses	401,917.00	1,056,308.00
260-20-01 Census Expenses	1,028,280.00	-
260-20-01 Jansahbhagi Cont. Exp.	-	1,626,480.00
260-30-01 Expenses Against Sjsry	469,604.00	527,288.00
260-30-01 Expenses Aginst Bhamashah Yojna	373,517.00	-
260-30-01 Panna Dhyaya Expenses	524,400.00	543,600.00
260-30-01 Swatch Bharat Mission Expenses	7,771,492.00	-
Total	117,408,599.00	106,849,684.00

Schedule - 26

MISCELLANEOUS EXPENSES	Amount	Amount
271-40-01 RUDF Contribution	8,880,100.00	4,771,000.00
271-40-01 Rupf Loan Prasasnik Exp.	-	50,000.00
271-40-02 Service Tax Penalty	264,750.00	56,622.00
Total	9,144,850.00	4,877,622.00



NAGAR PARISHAD ALWAR
ANNEXURE I TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31.03.2016
Calculation of Depreciation

Particulars	Gross Value B/F	Depreciation B/F	Op WDV	Upto Sep	After Sep	Total	Dep Rate	Depreciation Current	Gross Value C/F	Depreciation C/F	Cl. WDV
Immovable Assets											
410-10 Land	-	-	-	977,880	389,420	1,367,300	10%	117,259	1,367,300	117,259	1,250,041
410-10-03 Parks											
410-20 Buildings											
410-20-01 Office Building	5,669,450	1,764,153	3,905,297	678,360	160,630	4,744,287	10%	466,397	6,508,440	2,230,550	4,277,890
410-20-02 Community Centre	572,780	108,828	463,952	620,820	1,689,200	2,773,972	10%	192,937	2,882,800	301,765	2,581,035
410-20-02 Lavatories	1,418,490	365,932	1,052,558	55,000	1,127,160	2,234,718	10%	167,114	2,600,650	533,046	2,067,604
410-20-02 Other Building	11,797,940	2,647,271	9,150,669	81,510	696,200	9,928,379	10%	958,028	12,575,650	3,605,299	8,970,351
410-20-02 Other Infra-Structure Bldg	4,282,298	1,010,652	3,271,646	267,180	-	3,538,826	10%	353,883	4,549,478	1,364,535	3,184,943
410-20-02 Ren Basera	4,972,380	1,396,001	3,576,379	1,240,000	1,778,940	6,595,319	10%	570,585	7,991,320	1,966,586	6,024,734
410-20-03 Hospital Ward	3,212,479	1,050,093	2,162,386	-	543,470	2,705,856	10%	243,412	3,755,949	1,293,505	2,462,444
410-20-05 College/School Building	15,176,380	3,510,588	11,665,792	-	-	11,665,792	10%	1,166,579	15,176,380	4,677,167	10,499,213
Infrastructure Assets											
410-30 Roads & Bridges											
410-30-01 C.C. Road	166,260,254	32,822,098	133,438,156	3,514,050	8,972,990	145,925,196	10%	14,143,870	178,747,294	46,965,968	131,781,326
410-30-02 Other Tiles Road	20,005,623	4,331,821	15,673,802	-	1,962,570	17,636,372	10%	1,665,509	21,968,193	5,997,330	15,970,863
410-30-03 Greval Road	13,168,670	2,203,422	10,965,248	222,350	1,226,892	12,414,490	10%	1,180,104	14,617,912	3,383,526	11,234,386
410-30-04 Patav	10,178,570	2,108,223	8,070,347	-	886,118	8,956,465	10%	851,341	11,064,688	2,959,564	8,105,124
410-31 Sewrage & Drainage											
410-31-01 Drainage	55,383,083	13,586,305	41,796,778	770,980	3,043,380	45,611,138	10%	4,408,945	59,197,443	17,995,250	41,202,193
410-32 Waterways											
410-32-01 Boring (Nal Kup)	1,849,400	716,165	1,133,235	-	-	1,133,235	10%	113,324	1,849,400	829,489	1,019,911
410-32-03 Water Tank	118,500	48,476	70,024	-	-	70,024	10%	7,002	118,500	55,478	63,022
410-32-04 Water Harvesting(Kuaa)	1,258,224	404,124	854,100	-	119,030	973,130	10%	91,362	1,377,254	495,486	881,768
410-33 Public Lighting											
410-33-01 Lamp Post	52,653	29,290	23,363	-	-	23,363	15%	3,504	52,653	32,794	19,859
410-33-03 Electric Line Extension	137,644	45,654	91,990	-	4,387,268	4,479,258	15%	342,844	4,524,912	388,498	4,136,414
410-33-03 Other Public Lighting	1,235,696	584,216	651,480	-	-	651,480	15%	97,722	1,235,696	681,938	553,758
Moveable Assets											
410-4r Plant & Machinery											
410-4r-01 Fogging Machine	181,830	70,164	111,666	-	-	111,666	15%	16,750	181,830	86,914	94,916
410-60 Office Equipments											
410-60-01 Air Conditioner	42,500	16,400	26,100	-	-	26,100	15%	3,915	42,500	20,315	22,185
410-60-02 Laptop/Computer	252,984	227,423	25,559	-	-	25,559	60%	15,335	252,984	242,76C	10,224
410-60-02 Printing Machine	140,308	68,764	71,544	-	-	71,544	15%	10,732	140,308	79,496	60,812
410-60-06 Water Cooler & Fan	63,169	30,713	32,456	-	-	32,456	15%	4,868	63,169	35,581	27,588
410-60-07 Other Office Equipment	126,749	53,647	73,102	-	-	73,102	15%	10,965	126,749	64,612	62,137
410-60-07 Television	16,380	8,471	7,909	-	-	7,909	15%	1,486	16,380	9,657	6,723



NAGAR PARISHAD ALWAR(2015-14)

ANNEXURE II TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31.03.2016

DETAILS OF BANK ACCOUNT AS ON 31.03.2016

NAME OF BANK ACCOUNT	31.03.2016	31.03.2015
450-11-01 P D A/c (Int. Bearing)	24,120.00	24,120.00
450-12-01 P D A/c (Non Intt. Bearing)	204,789,117.00	92,695,241.00
450-21-01 U.C.O. Bank A/c	3,440,784.00	6,388,775.00
450-21-02 Bank of Baroda A/c	1,857,323.39	8,414,434.39
450-21-03 Axis Bank	2,205,501.80	832,159.00
450-21-06 F D R A/c	7,582,910.00	7,582,910.00
450-21-07 O.B.Com. (Old)	6,281.10	6,281.10
450-21-08 Uco Bank (Old)	9,007,472.00	7,376,959.00
450-21-11 I C I C I Bank	11,357,139.00	
450-21-09 Union Bank (Old)	-	20,804.00
450-21-12 Punjab N. Bank Manu Marg	21,016,133.85	1,432,800.85
450-21-13 Alwar Arban Co.Bank Lt	2,554,845.00	2,357,152.00
450-41-04 ICICI Bank (B P L)	0.28	5,183,470.28
450-41-06 13th Finance Bank A/C	42,727,340.00	44,455,131.00
450-41-07 Janganna A/C	500.00	500.00
450-41-08 B.O.B. A/C (NULM)	8,430,739.73	6,037,655.73
Grand Total	315,000,207.15	182,808,393.35



MUNICIPAL COUNCIL

ALWAR (2015-16)

SCHEDULE 27

ACCOUNTING POLICIES AND NOTES TO ACCOUNTS

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 contractual payments like accounting charges and audit fees. and salary and allowances. The method of accounting is the double entry system. However, initial opening balances has been derived based on transitional methodology devised for first time adoption of double entry accounting system which inter-alia includes certain estimates, assumptions and back calculation, instead of tracing the transactions since its inception.

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 recognized on actual receipt.



MUNICIPAL COUNCIL

ALWAR (2015-16)

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 identified by the Municipal Council to be no longer payable are written back and considered as income.

3. Recognition of Expenditure

i. *Expenditure*

- a. Expenses on Salaries, bonus and other allowances are recognized as and when they are due
- 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 and accounting charges.
- e. Expenses on account of retirement benefit viz. encashment of leave etc. are recognized on cash basis.

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.



MUNICIPAL COUNCIL
ALWAR (2015-16)

- b. All assets costing less than Rs.5,000/- are 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/-

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 amortized by proportionate amount of depreciation charged on the revalued portion of the cost of the fixed assets.

5. Borrowing cost

Borrowing cost is recognized as revenue expenditure as and when paid .

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 recognized as income on actual receipt



MUNICIPAL COUNCIL
ALWAR (2015-16)

- b. Grants, which are re-imbusement 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.

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.

10. Opening Balances as at 31st March 2012

There may exist possibilities that certain assets and liabilities are identified after preparation of draft Opening Balance Sheet as well as after preparation of the first Balance Sheet subsequent to Opening Balance Sheet. In such case, the value of assets or liabilities identified will be directly incorporated in the Opening Balance Sheet (where first Balance Sheet subsequent to the Opening Balance Sheet is not prepared) or through the account "Adjustments to Opening Balance Sheet" in the Balance Sheet for the period concerned.



MUNICIPAL COUNCIL
ALWAR. (2015-16)

II NOTES TO ACCOUNT

1. The value of fixed assets acquired after 1st April, 2010 and till 31st March, 2012 have been depreciated as per rates specified in the Income Tax Act, 1961 on written down value method. The depreciation amount so obtained has been considered in determining opening Depreciation Fund as on 1st April, 2012. Thereafter, the value of depreciation on assets are calculated on Written down value method as per rates specified in Income Tax Act, 1961 as suggested in Rajasthan Municipal Accounting Manual and added to opening Depreciation Fund to arrive at Depreciation Fund as at the year end.
2. Balance of the Deposits received from contractors/suppliers is on the basis of receipts issued against deposit and deduction made from payments to them
3. Balance of Loan against Provident Fund given to employees are subject to their confirmation.
4. Balances of Debtors, Creditors and other parties are subject to confirmation
5. 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

Signatories to Schedule 1 to 27

In confirmation and witness of facts


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



For Municipal Council : Alwar, Rajasthan


EO/Commissioner
नगर परिषद, अलवर (राजस्थान)

Kolkata, the 21st Jun April, 2017


CAO/ Sr. A.O.
नगर परिषद, अलवर

