

MUNCIPAL BOARD, MUKANDGARH

INDEPENDENT AUDITOR'S REPORT

STATEMENT OF AFFAIRS

AS ON 31ST MARCH, 2016

J.T. SHAH & CO.

Chartered Accountants

201/202 , Lalita complex , 352/3, Rasala Marg,
Navrangpura, Ahmedabad - 380 009

Phone no.:- 079-26444420

E-mail:- info@jtshahco.com

INDEPENDENT AUDITOR'S REPORT

To,
EO/Commissioner, ULB
MUKUNDGARH,
JHUNJHUNU (RAJASTHAN)

We have audited the accompanying financial statements of **MUNCIPAL BOARD MUKUNDGARH**, which comprise the Balance Sheet as at March 31, 2016 and the Income and Expenditure Account 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 judgment, 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.

In our opinion and to the best of our information and according to the explanations given to us and read with Schedule 32 of the report, 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 Account, of the ~~surplus~~/ deficit for the year ended on that date

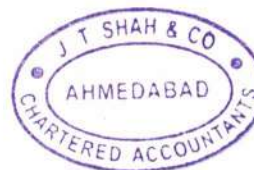
We further report that:


- a) we have obtained all the information and explanations 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 and Expenditure Account dealt with by this Report are in agreement with the books of account;
- d) in our opinion, the Balance Sheet and Income and Expenditure Account comply with the Rajasthan Municipal Accounts Manual;

A statement on additional matters is given in the annexure.

For, J. T. Shah & Co.
Chartered Accountants
(Firm's Regd No: 109616W)

Place: Ahmadabad
Date: 28th February, 2017




(N. C. Shah)
Partner
(M.No.35159)

ADDITIONAL MATTERS TO BE REPORTED BY THE FINANCIAL STATEMENTS AUDITOR

S.No.	Particulars	Remarks
1	Whether all sums due to and received by the Municipality have been brought to account and have been appropriately classified;	Yes
2	Whether all grants sanctioned or received by the Municipality during the year, have been accounted properly, and where any deduction is made out of such grants towards any dues of the Municipality whether such deductions have been properly accounted;	Yes
3	Whether any Earmarked Funds have been created as per the provision of any statute and, if so, whether such Earmarked Funds have been utilized for the purposes for which they were created;	Yes
4	Whether the Municipality is maintaining proper records showing full particulars, including quantitative details and situation of fixed assets; whether these fixed assets have been physically verified at reasonable intervals; whether any material discrepancies were noticed on such verification and if so, whether the same has been properly dealt with in the books of account;	Yes
5	Whether in case of lease hold property given by the Municipality, whether lease rentals are collected regularly by the Municipality and that the lease agreements are renewed after their expiry;	Yes
6	Whether physical verification has been conducted by the Municipality at reasonable intervals in respect of stores; Whether the procedures of physical verification of stores followed by the Municipality are reasonable and adequate if not, state the inadequacies in such procedures; Whether any material discrepancies have been noticed on physical verification of stores as compared to stores records, and if so, whether the same have been properly dealt with in the books of account;	Yes
7	Whether the parties to whom loans or advances have been given by the Municipality are repaying the principal amounts as stipulated and are also regular in payment of the interest and if not, whether reasonable steps have been taken by the Municipality for recovery of the principal and interest;	No such cases found
8	Whether advances given to municipal employees and interest thereon are being regularly recovered;	Advances given to employees regularly recovered
9	Whether there exists an adequate internal control procedure	Yes

10	Whether there exists an adequate internal control procedure for the contracting of works and projects, periodic inspections and measurements, quality checks and payments there for	Yes
11	Whether the Municipality is regular in depositing statutory dues including tax deducted at source, works contract tax, cess payable to the Government, ESI, PF etc., and if not, the nature and cause of such delay and the amount not deposited;	Yes
12	Whether any personal expenses have been charged to the Municipality's accounts; if so, the details thereof;	No
13	Whether the books and registers specified under the Rajasthan Municipal Accounts Manual and other applicable acts and rules have been properly maintained; whether Bank Reconciliation statements have been properly prepared for all the bank accounts of the Municipality;	Yes
14	Whether the year-end and reconciliation procedures have been carried out;	Yes

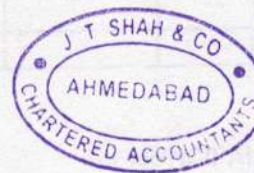
Place: Ahmadabad

Date: 28th February, 2017

For, J. T. Shah & Co.

Chartered Accountants

(Firm's Regd No: 109616W)



(N. C. Shah)

Partner

(M.No.35159)

MUNICIPAL BOARD, MUKANDGARH
BALANCE SHEET AS ON 31.03.2016


LIABILITIES	SCHEDULE	Current Year (Amount in Rs.)	Previous Year (Amount in Rs.)
RESERVE & SURPLUS :-			
Municipal (General) Fund	1	35,546,958	38,273,625
Earmarked Funds	2	-	-
RESERVE & SURPLUS	3	-	-
Total Reserve & Surplus (A)		35,546,958	38,273,625
GRANT / CONTRIBUTION FOR SPECIFIC PURPOSE (B) :-	4	33,797,685	8,297,008
LOANS :-			
Secured Loans	5	-	-
Unsecured Loans	6	-	-
Total Loans (C)		-	-
CURRENT LIABILITIES & PROVISIONS :-			
Sundry Deposits	7	4,552,690	4,316,295
Sundry Creditors	8	-	-
Statutory Liabilities	9	7,396,718	6,957,291
Other Liabilities	10	-	-
Provisions	11	-	-
Total Current Liabilities and Provisions (D)		11,949,408	11,273,586
TOTAL LIABILITIES (A+B+C+D)		81,294,051	57,844,219

Notes to Accounts and Accounting Policies
For J.T. SHAH & CO.
CHARTERED ACCOUNTANTS


(PARTNER)
PLACE : _____
DATED: 24th Feb, 2017



For MUNICIPAL BOARD, MUKANDGARH


(CHIEF EXECUTIVE OFFICER)
PLACE : मुख्यालय
DATED: 24th Feb, 2017

MUNICIPAL BOARD, MUKANDGARH
BALANCE SHEET AS ON 31.03.2016

ASSETS	SCHEDULE	Current Year	Previous Year
		(Amount in Rs.)	(Amount in Rs.)
FIXED ASSETS :-			
Gross Block	12	24,810,801	24,756,142
Depreciation Fund	13	-	-
Net Block		24,810,801	24,756,142
Capital Work In Process	14	-	-
Total Fixed Assets (A)		24,810,801	24,756,142
INVESTMENTS :-			
General Fund Investments	15	29,064,044	11,854,492
Specific Fund Investments	16	-	-
Total Investments (B)		29,064,044	11,854,492
CURRENT ASSETS, LOAN & ADVANCES :-			
Inventories	17	-	-
Sundry Debtors / Receivables	18	-	-
Cash & Bank Balances	19	27,419,180	21,233,585
Loans, Advances & Deposits	20	26	-
Total Current Assets, Loans & Advances [C]		27,419,206	21,233,585
TOTAL ASSETS (A+B+C)		81,294,051	57,844,219

For J.T. SHAH & CO.
CHARTERED ACCOUNTANTS



(PARTNER)

PLACE :

DATED: 28th Feb, 2017



For MUNICIPAL BOARD, MUKANDGARH

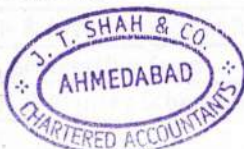

(CHIEF EXECUTIVE OFFICER)
PLACE :
DATED: 28th Feb, 2017

MUNICIPAL BOARD, MUKANDGARH
INCOME & EXPENDITURE FOR THE YEAR ENDING 31.03.2015

PARTICULARS	SCHEDULE	Current Year	Previous Year
		(Amount in Rs.)	(Amount in Rs.)
INCOME :-			
Income From Taxes	21	963,817	191,666
Assigned Compensations	22	12,308,000	11,189,000
Rental Income From Municipal Properties	23	54,403	627,576
Fees and User Charges	24	890,528	3,280,303
Revenue Grants, Contributions and Subsidies	25	-	-
Income From Corporation Assets and Investment	26	-	-
Miscellaneous Income	27	234,921	284,877
Total Income		14,451,669	15,573,422
EXPENDITURE :-			
Establishment Expenses	28	13,206,699	11,830,386
General Administrative Expenses	29	1,112,279	1,507,200
Decrease In Stores / (Increase In Stock)		-	508,717
Public Works	30	-	10
Miscellaneous Expenses	31	2,859,358	-
Interest & Financial Exp		-	-
Depreciation During The Year		17,178,336	13,846,313
Total Expenditure			
Surplus / Deficit before adjustment of prior period items and Dep.		(2,726,667)	1,727,109
Less : Prior Period Items		-	-
Less : Prior Period Adjustment of Depreciation		-	-
NET SURPLUS / DEFICIT		(2,726,667)	1,727,109

Notes to Accounts and Accounting Policies
For J.T. SHAH & CO.
CHARTERED ACCOUNTANTS

(PARTNER)
PLACE :
DATED: 28th Feb, 2017



For MUNICIPAL BOARD, MUKANDGARH

14/3/17
प्रियंका बुडानिया
(CHIEF EXECUTIVE OFFICER)
PLACE :
DATED: 28th Feb, 2017 14/3/17

MUNICIPAL BOARD, MUKANDGARH
SCHEDULE FORMING PART OF BALANCE SHEET
As On 31.03.2015

	Current Year (Amount in Rs.)	Previous Year (Amount in Rs.)
SCHEDULE - 1		
MUNICIPAL (GENERAL) FUND :-	35,546,958	38,273,625
Opening Balance	38,273,625	36,546,516
Add :- Addition during the year	-	-
Less :- Deduction during the year	-	-
Add : Excess Of Income Over Expenditure	(2,726,667)	1,727,109
SCHEDULE - 2		
EARMARKED FUND :-	-	-
SCHEDULE - 3		
RESERVE & SURPLUS	-	-
Capital Contribution	-	-
Opening Balance	-	-
Add :- Addition During the Year	-	-
Less :- Withdrawal during the Year	-	-
SCHEDULE - 4		
GRANT/ CONTRIBUTION FOR SPECIFIC PURPOSE	33,797,685	8,297,008
Central Governemnt - 13 Fin. Commission (General)	2,242,695	3,882,318
Central Government - 4 Fin. Commission	5,029,294	5,029,294
Anudan-Swaccha Bharat	2,016,600	-
Central Governemnt - 14 Fin. Commission	9,255,000	-
Central Government - 5 Fin. Commission	15,902,000	-
Lease Govt. Share Fund	-	-
Anudan-Repair & Maintenance of Roads	-	-
Panadhay BPL Scholership Fund	-	-
Anudan-Sarees & Blanket Scheme Fund	210,000	210,000
MLA Fund	-	-
MP Fund	471,000	471,000
Untied Fund	(1,484,364)	(1,484,364)
Anudan-MSBAY FUND	-	20,000
Anudan-Rain Basera Fund	155,460	168,760
SCHEDULE 5		
SECURED LOANS :-	-	-
SCHEDULE-6		
UNSECURED LOAN :-	-	-

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 नगर पालिका मुकुन्दगढ़



SCHEDULE-7		
SUNDRY DEPOSITS :-	4,552,690	4,316,295
EMD	1,013,915	542,305
Security	3,538,775	3,773,990
SCHEDULE-8		
SUNDARY CREDITORS :-	-	-
SCHEDULE-9		
STATUTORY LIABILITIES :-	7,396,718	6,957,291
Income Tax (TDS) Payable	7,892	7,892
Royalty Deposit	329,413	329,413
Sales Tax	(37,357)	(37,357)
Provident Fund	6,994,871	6,567,433
Labour Balance	101,899	89,910
SCHEDULE-10		
OTHER LIABILITIES :-	-	-
SCHEDULE-11		
PROVISIONS :-	-	-
SCHEDULE-12		
GROSS BLOCK	24,810,801	24,756,142
IMMOVABLE ASSETS	6,965	6,965
Land	6,965	6,965
Office Building	-	-
Residential Building	-	-
Community Center Building	-	-
Infrastructure Assets	22,390,812	22,390,812
Roads & Bridge	22,390,812	22,390,812
Sewerage & Drainage	-	-
Sulabh Complex	-	-
Public Lighting	-	-
Movable Assets	2,413,024	2,358,365
Cooler	8,400	8,400
Computers	62,000	62,000
Container Lifter	634,600	634,600
Dust Bin Iron	418,000	418,000
Electric Motor 2	2,660	2,660
Furniture	102,889	48,230
Invetor & Battery	19,800	19,800
Iron Rake	2,405	2,405
Lavelers	7,000	7,000
Selvm Machine	432,720	432,720
Tractor & Trolly	667,700	667,700
Water Coller	54,850	54,850

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J. T. SHAH & CO.

SCHEDULE-13		
DEPRECIATION FUND :-	-	-
Opening Balance	-	-
Add :- Depreciation Provided during the year	-	-
SCHEDULE-14		
CAPITAL WORK IN PROGRESS:-	-	-
SCHEDULE-15		
GENERAL FUND INVESTMENT :-	29,064,044	11,854,492
Non-Interest Bearing PD A/c	29,064,044	11,854,492
SCHEDULE-16		
SPECIFIC FUND INVESTMENT :-	-	-
SCHEDULE-17		
INVENTORIES :-	-	-

SCHEDULE-18		
SUNDRY DEBTORS / RECEIVABLES	-	-
SCHEDULE-19		
CASH & BANK BALANCES :-	27,419,180	21,233,585
Cash In Hand	-	29,220
Balances In FDR A/c	15,000,000	15,000,000
Balances in Saving & Current A/c	12,419,180	6,204,365
SCHEDULE-20		
LOANS, ADVANCES & DEPOSITS:-	26	-
BALANCE MISTKE IN CASH BOOK AS ON 15.07.2015	26	-

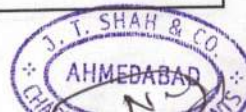
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 अधिशाही अधिकारी
 नगर पालिका मुकुन्दगढ़



MUNICIPAL BOARD, MUKANDGARH
SCHEDULE FORMING PART OF INCOME & EXPENDITURE
As On 31.03.2015

	Current Year (Amount in Rs.)	Previous Year (Amount in Rs.)
SCHEDULE-21		
INCOME FROM TAXES	963,817	191,666
House Tax	82,647	36,402
Urban Development tax	881,170	155,264
SCHEDULE-22		
ASSIGNED COMPENSATION	12,308,000	11,189,000
Octroi Compensations	12,308,000	11,189,000
Entertainment Tax Compensation	-	-
SCHEDULE-23		
RENTAL INCOME FROM MUNICIPLE PROPERTIES :-	54,403	627,576
State Grant Act Lease	1	264
Lease Renewal	28,507	-
Lease Reciepts	25,895	627,312
SCHEDULE-24		
FEES AND USER CHARGES	890,528	3,280,303
Application Fee	104,304	498,028
Birth & Death Certificate	772	442
Marriage Certificate	9,460	5,642
Hording Fee	13,332	-
Survey Fee	14,771	193,375
Safti Tank shulk	2,500	36,500
Vikas Shulk	36,927	483,517
Permission for Building Construction	20,047	84,584
Asset & Name Transfer Fees	115,629	556,048
Agriculture Land Approval Fees	-	963,848
Sale of Tender	134,500	27,800
Quality Control Test	-	145,000
Census Allowance	28,065	-
Other Income	103,272	155,653
Time Barred Earnest Money Income	235,330	-
Aabadi Land Regulaisation	55,583	112,918
Land Use Transfer Fee	-	6,900
SJSRY Income	6,000	-
BSUP	7,510	6,868
Journalist Welfare	2,526	3,180
SCHEDULE-25		
REVENUE GRANT, CONTRIBUTION, SUBSIDIES	-	-

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SCHEDULE-26		
INCOME FROM CORP. ASSET/INVESTMENT :-	-	-
SCHEDULE-27		
MISCELLANEOUS INCOME :-	234,921	284,877
Investment Income	-	-
Interest From bank on FFD	210,424	284,877
Other Interest Received	24,497	-
SCHEDULE-28		
ESTABLISHMENT EXP. :-	13,206,699	11,830,386
Chairman & Prasad Allowance	157,014	161,804
Salary & Allowance	13,049,685	11,668,582
Employee Bonus	-	-
SCHEDULE-29		
GENERAL ADMINISTRATION EXP :-	1,112,279	1,507,200
Advertisement Exp	243,026	323,242
Books & Periodicals	1,250	271
Computer Stationery Exp.	5,850	900
Election Exp.	151,086	-
Entertainemnt Exp.	-	-
0029 Items Exp	9,882	418,452
Audit Fees	-	126,000
Legal Expenses	14,350	21,450
Printing Exp.	21,428	10,082
Stationery Exp.	23,843	20,759
Travelling & Transport Expenses	125,378	68,532
Water Expenses	3,704	864
Sundry Exp.	375,535	411,335
Street Light Exp.	580	-
Other Casual Exp.	-	-
Electric Expenses	24,729	20,444
Public Corelation Exp.	-	-
Secc 2011 Exp.	28,065	22,400
Bank Charges	5,014	7,514
Newspaper & Magzine	3,821	3,075
Postage Exp	2,000	3,000
Festival Exp.	25,656	7,920
Telephone & Mobile Exp	47,082	40,960
SCHEDULE-30		
PUBLIC WORKS :-	-	508,717
Repair & Maintenance-Road & Pul	-	-
Repair & Maintenance-Electric	-	508,717
Repair & Maintenance-Vehicle	-	-

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SCHEDULE-31		
MISCELLANEOUS EXPENSES :-	2,859,358	10
Mid Day Meal Prog. Exp.	-	-
Jansahbagi Yojna Exp.	-	-
RUDF Exp.	-	-
Sjsry Exp.	2,859,358	10

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 अधिशाषी अधिकारी
 नगर पालिका मुकुन्दगढ़



Schedule-32

MUNCIPAL BOARD, MUKANDGARH

**NOTES TO THE ACCOUNTS AND ACCOUNTING POLICIES
FOR THE YEAR ENDED 31 MARCH, 2016**

- 1 Previous year's figures have been regrouped / reclassified wherever necessary to correspond with the current year's classification / disclosure.
- 2 Paisa are rounded up to nearest rupees.
3. No details of Corpus Funds were available, so the opening balance of Income & Expenditure Account has been considered as corpus fund.
- 4 Depreciation on the assets which have been put to use for less than 180 days during the financial year have been charged with depreciation for the half year, whereas those assets which have been put to use for more than 180 days, have been charged with full depreciation.

Depreciation on Office and Residencial Building (including Schools & Hospitals) has not been provided for, as there were no details available in respect to the same regarding the separate cost of each building & date of construction or acquisition.

In Respect to the valuation of Fixed assets, Gross Block has been calculated as under -

- a. In case of land, no details were available so the estimated value of land given by the department has been taken as Gross Block
- b. In case of office & Residencial Building (Including Schools & Hospitals), no detailed bifurcation in term of cost was available with the department, hence the have been combined to the single amount and shown in the balance sheet.
- c. For the rest Immovable Fixed assets, their valuation has been taken on the basis of cost of construction, the information which has been provided by the department.
- d. In case of Movable assets, the valuation has been made on the basis of their actual cost, as information provided by the department.

- 5 According to the information and explanations given to us, there are no inventories / stores maintained ny the municipal board and hence same are not reported.
- 6 According to the information and explanations given to us, there are no Sundry Debtors / Receivables and hence same are not reported.
- 7 According to the information and explanations given to us, the Municipal Board has not given any loan, advance or deposit to any Staff, Contractors or any other party.

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- 8 According to the information and explanations given to us, the Municipal Board is not having Creditors & hence no provision has been made for Creditors/ Expenses.
- 9 According to the information and explanations given to us, the Municipal Board has not accrued any incomes and expenses at the end of the year.
- 10 According to the information and explanations given to us, there is no contingent liability as on 31.03.2016
- 11 All balances such as cash, bank accounts, investment and secured loan are subject to reconciliation and confirmation.
- 12 All sundry debit and credit balances standing as debtors, creditors, sundry deposits, statutory liabilities and other balances are subject to confirmation.
- 13 We have verified the vouchers and documentary evidence wherever made available. Where no documentary evidences were available, we relied on the authentication given by the department.

Note: The Balance Sheet has been prepared in line to the information provided by the MUNICIPAL BOARD, MUKANDGARH (herein referred to as the department). All realizable values, market values, cost of acquisition and construction and other relevant rates of assets have been provided by the department.

For J.T. SHAH & CO.

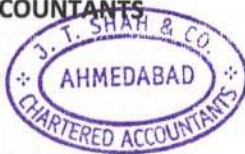
CHARTERED ACCOUNTANTS



(PARTNER)

PLACE : _____

DATED: 28th Feb, 2017



For MUNICIPAL BOARD, MUKANDGARH


प्रियंका दुबे
अधिसापी अधिकारी

(CHIEF EXECUTIVE OFFICER)

PLACE : _____

DATED: 28th Feb, 2017