

**CHARTERED ACCOUNTANT'S REPORT**

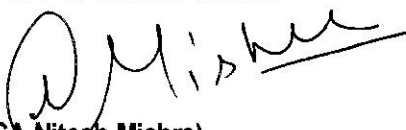
We have prepared the attached Receipts & Payments Account of **Nagar Palika Parishad Bahraich** maintained as per the '**Double Accounting System**' and the attached Income & Expenditure account along with the Balance sheet for the year ended on 31<sup>st</sup> March 2016.

These financial statements are the responsibility of the Nagar Palika Parishad. Our responsibility is to compile these financial statements based on our accounting.

1. We conducted our accounting in accordance with accounting standards generally accepted in India. Those standards require that we plan and perform the accounting and obtain a reasonable assurance about whether the financial statements are free of material misstatement(s). Work of Field Level Consultant includes assessing the accounting principles used and significant estimates made by the management, as well as evaluating the overall financial statement presentation. We believe that our report provides a reasonable basis of our opinion.
2. Further to our comments in the annexure referred to in paragraph 1 above :-
  - 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 accounting.
  - b) The Balance sheet and Income & Expenditure account dealt with by this report are in agreement with the books of accounts.

**For: Sachin Agrawal & Gupta**

**Chartered Accountants**



(CA Nitesh Mishra)

**Partner**

## Notes on Accounts

### Significant Accounting policies

#### **i. Basis of Accounting**

The financial statements have been prepared on a going concern basis under the double entry, accrual basis of accounting.

#### **ii. Recognition of revenue**

Income in respect of which demands are raised by the ULB are accounted on accrual basis as and when they become due. Property tax is accrued at the beginning of the year. Rental income is accrued as and when it becomes due as per the terms of the rental agreement. Interest and penalties on late collection of dues are accounted on cash basis.

Provision has not been maintained for doubtful receivables since bifurcation of such amount has not been done.

#### **iii. Recognition of expenditure**

Administrative expenses to the extent of the Salaries ,allowances and statutory deductions have been recognized on accrual basis at the end of each month. Outgo towards contributory pension fund has been accounted as and when the salary expenditure is accrued.

Expenditure on works has been accounted on receipt and admission of running bills after certification of the work. The expenditure has been accounted under maintenance or capital work in progress depending on the nature of work undertaken.

#### **iv. Fixed assets and depreciation**

Fixed assets are shown at historical cost. No depreciation has been provided on the assets. Value of fixed assets has been taken as per Balance Sheet of



31.03.2010. Capital works in progress are transferred to the respective fixed asset accounts as and when the works are completed.

No revaluation of fixed assets has been undertaken during the year.

**v. Interest on borrowings**

Interest on borrowings specifically identified with fixed assets is capitalized under the respective fixed asset accounts. Interest on general borrowings is charged to the income and expenditure account.

**vi. Grants**

General Grants towards revenue expenditure received prior to the incurring of expenditure shall be treated as liability till such time that expenditure is incurred.

Specific grants towards revenue expenditure received prior to the incurring of expenditure shall be treated as liability till such time that expenditure is incurred.

Grants received and receivable in respect of specific revenue expenditure shall be recognised as income in the accounting period in which the corresponding revenue expenditure is charged to Income and Expenditure Account.

Specific Grants received towards capital expenditure shall be treated as a liability till such time that the fixed asset is constructed or acquired. On construction or acquisition of assets, the extent of amount of liability shall be treated as a capital receipt and shall be transferred from respective Grant Account to the Capital Contribution.



# BALANCE SHEET

Name of the ULB

BAHRAICH ( UTTAR PRADESH)

Statement of Affairs for the period

01.04.2015 to 31.03.2016

Description of Items	Schedule No.	Amount
<b>Liabilities</b>		
<b>Reserves &amp; Surplus</b>		
Municipal Fund ( Corpus / Capital Fund)		1,034,838,454
Earmarked Funds		-
Reserves		135,822,170
Grants , Contribution for specific purposes		-
Total Reserves & Surplus		1,170,660,624
<b>Loans</b>		
Secured Loans		-
Unsecured Loans		-
Total Loans		-
<b>Current Liabilities and Provisions</b>		
Deposits received		24,666
Deposit works		-
Other Liabilities		10,254,891
Provisions		-
Total Current Liabilities and Provisions		10,279,557
<b>Total Liabilities</b>		1,180,940,181
<b>Assets</b>		
<b>Fixed Assets</b>		
Fixed Assets - Gross Block		709,823,718
Net Block		-
Capital Work-in-Progress		367,959,824
Total Fixed Assets		1,077,783,542
<b>Investments</b>		
Investments – General Fund		4,456,534
Investments – Other Funds		-
Total Investments		4,456,534
<b>Current Assets, Loans and Advances</b>		
Stock-in-hand (Inventories)		10,152,687
Sundry Debtors (Receivables) – Gross amount outstanding		30,460,638
Less: Accumulated Provisions outstanding against Debtors		-
Net amount outstanding		30,460,638
<b>Prepaid expenses</b>		
<b>Cash &amp; Bank Balances</b>		
Loans, Advances and Deposits		57,936,114
Less: Accumulated Provisions against Loans, Advances and Deposits		150,667
Net amount outstanding		150,667
Total Current Assets, Loans and Advances		98,700,104
<b>Other Assets</b>		
Miscellaneous Expenditure to be written off		
<b>Total Assets</b>		1,180,940,181

As per our accountants report of even date

For: Sachin Agrawal & Gupta

Chartered Accountants

CA Nitesh Mishra  
(Partner)

For: Nagar Palika Parishad, Bahraich

EXECUTIVE OFFICE  
MUNICIPAL BOARD  
BAHRAICH

# INCOME & EXPENDITURE STATEMENT

Name of the ULB

BAHRAICH ( UTTAR PRADESH)

Income & Expenditure Statement for the period from

01.04.2015 to 31.03.2016

Head of Accounts 1	Schedule No. 2	Amount 3
Tax Revenue	I-1	12,961,425
Assigned Revenues and Compensations	I-2	-
Rental Income from Municipal Properties	I-3	-
Fees & User charges	I-4	1,566,716
Sale & Hire charges	I-5	1,618,523
Revenue Grants, Contributions and Subsidies	I-6	299,726,673
Income from Investments	I-7	-
Interest earned	I-8	2,723,535
Other Income	I-9	688,926
<b>A TOTAL INCOME</b>		<b>319,285,798</b>
Establishment expenses	I 10	9,687,408
Administrative expenses	I-11	158,974,704
Operations & Maintenance	I-12	14,801,516
Interest & Finance Expenses	I-13	-
Programme Expenses	I-14	-
Revenue Grants, Contributions & subsidies	I-15	-
Provisions & Write Off	I-16	-
Miscellaneous Expenses	I-17	-
Depreciation		
<b>B TOTAL EXPENDITURE</b>		<b>183,463,628</b>
<b>A-B</b> Gross Surplus/(Deficit) of Income over Expenditure before Prior Period Items		135,822,170
Add : Prior period items	I 18	-
Gross Surplus/(Deficit) of Income over Expenditure after Prior Period Items		135,822,170
Less : Transferred to Reserve Funds		
<b>Net Balance being Surplus/Deficit carried over</b>		<b>135,822,170</b>

As per our accountants report of even date

For: Sachin Agrawal & Gupta

Chartered Accountants

CA. Nitesh Mishra  
(Partner)

For: Nagar Palika Parishad, Bahraich

EXE(Executive Officer)  
MUNICIPAL BOARD  
BAHRAICH

# RECEIPTS & PAYMENTS ACCOUNT

Name of the ULB

BAHRAICH (UTTAR PRADESH)

Receipts & Payments Account for the period from 01.04.2015 to 31.03.2016

Particulars	Amount	Particulars	Amount
Opening balances			
Cash			
Bank	93,872,379		
<b>Sub Total</b>	<b>93,872,379</b>		
<b>Operating Receipts</b>		<b>Operating Payments</b>	
Tax Revenue	13,638,977	Establishment Expenses	9,687,408
Assigned Revenue & Compensations		Administrative Expenses	158,974,704
Rental Incomes from Municipal Properties		Operations & Maintenance	14,801,516
Fees & User Charges	1,566,716	Interest & Finance Charges	
Sale & Hire Charges	1,618,523	Programme Expenses	
Revenues, Grants, Contribution and Subsidies	299,726,673	Grants, Contributions & Subsidies	
Income from Investments		Stock in hand	10,152,687
Interest Earned	2,723,535		
Other Income	688,926		
<b>Sub total</b>	<b>319,963,350</b>	<b>Sub total</b>	<b>193,616,315</b>
<b>Non Operating Receipts</b>		<b>Non Operating Payments</b>	
Secured Loans		Other Payables	29,338,011
Unsecured Loans		Refunds payable	
Deposits		Repayment of secured and unsecured Loans	
Grants & Contribution for Specific Purposes		Deposits received	
Deposit Works		Purchase of Fixed Assets	
Advance collection for Revenues		Capital Work in Progress	162,283,299
Loans & Advances to Employees		Deposit Works	
Other Loans & Advances	29,338,011	Investment - General Fund	
Sale Proceeds from Assets		Investments- Other Fund	
Realisation of Investments		Loans, Advances & Deposits	
		Prepaid Expenses	
		Deposit With External Agencies	
<b>Sub total</b>	<b>29,338,011</b>	<b>Sub total</b>	<b>191,621,310</b>
<b>Closing Balances</b>			
<b>b. Cash &amp; Bank Balances</b>	<b>57,936,114</b>		

As per our accountants report of even date

For: Sachin Agrawal & Gupta

Chartered Accountants

CA Nitesh Mishra  
(Partner)

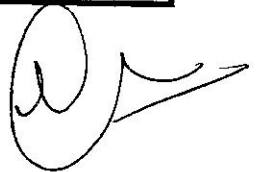
For: Nagar Palika Parishad, Bahraich

(Executive Officer)

## Schedule I-1

## Tax Revenue

Particulars	Amount	
	Water Tax & House Tax	Water Dues
Opening Balance	31,138,189	
Add Billed During The Year	12,961,425	-
		-
Less Received During the year	13,638,977	-
		-
Closing balance of receivable	30,460,638	-



# Schedule I-7: Income from Investments

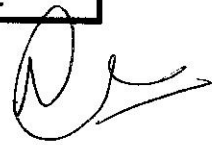
Particulars	Amount
Loss on disposal of Assets	---NIL---
Loss on disposal of Investments	
Decline in Value of Investments	
Total	NIL






## Schedule I-13: Interest & Finance Charges

Particulars	Amount
Interest on Loans from Central Government	---NIL---
Interest on Loans from State Government	
Interest on Loans from Government Bodies & associations	
Interest on Loans from International Agencies	
Interest on Loans from Banks & Other Financial Institutions	
Other Interest	
Bank Charges	
Other Finance Expenses	
Total	NIL



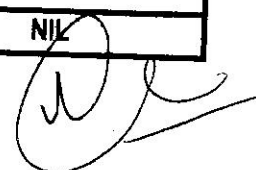
# Schedule I-14: Programme Expenses

Particulars	Amount
Election Expenses	--NIL--
Own Programme	
Share in programme of others	
Total	NIL



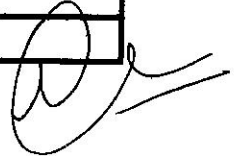
# Schedule I-15: Grants, Contribution and Subsidies

Particulars	Amount
Grants	--NIL--
Contributions	
Subsidies	
Total	NIL



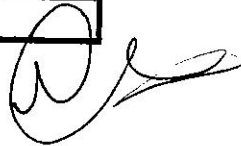
# Schedule I-16: Provisions and Write off

Particulars	Amount
Provisions for Doubtful receivables	--NIL--
Provision for other Assets	
Revenues written off	
Assets written off	
Miscellaneous Expense written off	
<b>Total</b>	<b>NIL</b>



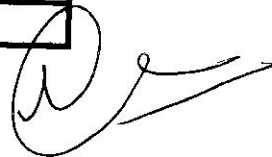
# Schedule I-17: Miscellaneous Expenses

Particulars	Amount
Loss on disposal of Assets	--NIL--
Loss on disposal of Investments	
Decrease in Value of Investments	
Total	NIL



Schedule I-18: Prior Period Items (Net)

Particulars	Amount
<b>Income</b>	--NIL--
Taxes	
Other Revenues	
Recovery of revenues written off	
Other income	
<b>Sub-Total Income (a)</b>	
<b>Expenses</b>	--NIL--
Recovery of Taxes	
Recovery of Other - Revenues	
Other Expenses	
<b>Sub-Total Income (b)</b>	--NIL--
<b>Total</b>	

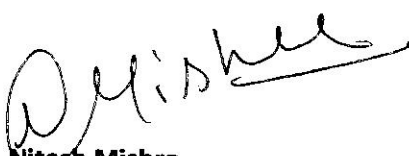


**NAGAR PALIKA PARISHAD, BAHRAICH**  
**BUDGET VARIANCE SHEET**  
**(For the F.Y. ending on 31st Mar, 2016)**

S.No	INCOME	Budget	Actual	Variance
1	State Commission	4,000.00	2,385.71	-67.66%
2	13th Vitty Aayog	1,200.00	497.67	-141.12%
3	Revolving Fund (New Savera Nagar Vikas Yojna) / City Road Repairing	100.00	-	#DIV/0!
4	BRGF	100.00	-	#DIV/0!
5	Stamp Fee	300.00	111.66	-168.67%
6	Vikas Fee	100.00	3.25	-2981.15%
7	Misc. Receipt	129.00	33.21	-288.42%
8	Income From Own Resources (house Tax, Water Tax, Water Dues Etc.)	258.50	167.38	-54.44%
	<b>Total</b>	<b>6,187.50</b>	<b>3,198.88</b>	
	<b>Opening Balance</b>	<b>949.66</b>	<b>949.66</b>	
	<b>Grand Total</b>	<b>7,137.16</b>	<b>4,148.54</b>	
	<b>EXPENSES</b>			
1	Salary Expenses	1,792.50	1,637.36	8.66%
2	Administrative Salary	125.00	23.37	81.31%
3	Road Light	475.00	68.67	85.54%
4	Developement	2,450.00	1,517.00	38.08%
5	Water Supply	350.00	91.44	73.88%
6	Cleaning	353.00	95.03	73.08%
7	Misc. Exp. ( Civil Services & Computerzation)	567.00	38.01	93.30%
	<b>Total</b>	<b>6,112.50</b>	<b>3,470.86</b>	
	<b>Closing Figure</b>	<b>949.66</b>	<b>949.66</b>	
	<b>Grand Total</b>	<b>7,062.16</b>	<b>4,420.52</b>	

For & On Behalf of  
**M/S Sachin Agrwal & Gupta**  
Chartered Accountants

For: Nagar Palika Parishad, Bahraich

  
**CA. Nitesh Mishra**  
(Partner)

(Executive Officer)  
**Executive Officer**  
Municipal Board  
Bahraich