

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.

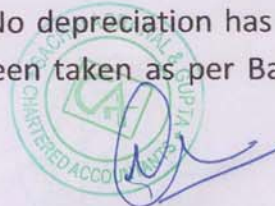
iii. Recognition of expenditure

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.



✓

RECEIPTS & PAYMENTS ACCOUNT

Name of the ULB

BAHRAICH (UTTAR PRADESH)

Receipts & Payments Account for the period from 01.04.2013 to 31.03.2014

| Particulars | Amount | Particulars | Amount |
|--|------------------------|--|------------------------|
| Opening balances | | | |
| Cash | | | |
| Bank | 6,17,88,140.84 | | |
| Sub Total | 6,17,88,140.84 | | |
| Operating Receipts | | Operating Payments | |
| Tax Revenue | 1,01,24,641.00 | Establishment Expenses | 4,02,99,147.00 |
| Assigned Revenue & Compensations | - | Administrative Expenses | 10,93,45,014.00 |
| Rental Incomes from Municipal Properties | 13,66,131.00 | Operations & Maintenance | 1,56,47,841.00 |
| Fees & User Charges | 97,62,868.00 | Interest & Finance Charges | - |
| Sale & Hire Charges | 2,35,143.00 | Programme Expenses | - |
| Revenues , Grants , Contribution and Subsidies | 34,09,60,764.00 | Grants, Contributions & Subsidies | - |
| Income from Investments | - | Stock in hand | - |
| Interest Earned | 10,69,406.00 | | |
| Other Income | - | | |
| Sub total | 36,35,18,953.00 | Sub total | 16,52,92,002.00 |
| Non Operating Receipts | | Non-Operating Payments | |
| Secured Loans | - | Other Payables | - |
| Unsecured Loans | - | Refunds payable | - |
| Deposits | - | Repayment of secured and unsecured Loans | - |
| Grants & Contribution for Specific Purposes | - | Deposits received | - |
| Deposit Works | - | Purchase of Fixed Assets | 76,610.00 |
| Advance collection for Revenues | - | Capital Work in Progress | 14,93,77,528.00 |
| Loans & Advances to Employees | - | Deposit Works | - |
| Other Loans & Advances | - | Investment - General Fund | - |
| Sale Proceeds from Assets | - | Investments- Other Fund | - |
| Realisation of Investments | - | Loans, Advances & Deposits | - |
| | | Prepaid Expenses | - |
| | | Deposit With External Agencies | - |
| Sub total | - | Sub total | 14,94,54,138.00 |
| Closing Balances | | | |
| b. Cash & Bank Balances | 11,05,60,953.84 | | |

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)

Executive Officer

Municipal Parishad
BAHRAICH

INCOME & EXPENDITURE STATEMENT

Name of the ULB

BAHRAICH (UTTAR PRADESH)

Income & Expenditure Statement for the period from

01.04.2013 to 31.03.2014

| Head of Accounts 1 | Schedule No. 2 | Amount 3 |
|---|-------------------|------------------------|
| Tax Revenue | I-1 | 1,00,48,619.00 |
| Assigned Revenues and Compensations | I-2 | - |
| Rental Income from Municipal Properties | I-3 | 13,66,131.00 |
| Fees & User charges | I-4 | 97,62,868.00 |
| Sale & Hire charges | I-5 | 2,35,143.00 |
| Revenue Grants, Contributions and Subsidies | I-6 | 34,09,60,764.00 |
| Income from Investments | I-7 | - |
| Interest earned | I-8 | 10,69,406.00 |
| Other Income | I-9 | - |
| A TOTAL INCOME | | 36,34,42,931.00 |
| Establishment expenses | I 10 | 4,02,99,147.00 |
| Administrative expenses | I-11 | 10,83,61,944.00 |
| Operations & Maintenance | I-12 | 1,56,47,841.00 |
| 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 TOTAL EXPENDITURE | | 16,43,08,932.00 |
| A-B Gross Surplus/(Deficit) of Income over Expenditure before Prior Period Items | | 19,91,33,999.00 |
| Add : Prior period items | I 18 | - |
| Gross Surplus/(Deficit) of Income over Expenditure after Prior Period Items | | 19,91,33,999.00 |
| Less : Transferred to Reserve Funds | | - |
| Net Balance being Surplus/Deficit carried over | | 19,91,33,999.00 |

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)

Executive Officer
Municipal Board
BAHRAICH

BALANCE SHEET

BAHRAICH (UTTAR PRADESH)

Statement of Affairs for the period

01.04.2013 to 31.03.2014

| Description of Items | Schedule No. | Amount |
|---|--------------|------------------------|
| Liabilities | | |
| Reserves & Surplus | | |
| Municipal Fund (Corpus / Capital Fund) | | 64,48,81,445.99 |
| Earmarked Funds | | - |
| Reserves | | 19,91,33,999.00 |
| Grants , Contribution for specific purposes | | - |
| Total Reserves & Surplus | | 84,40,15,444.99 |
| Loans | | |
| Secured Loans | | 6,695.00 |
| Unsecured Loans | | - |
| Total Loans | | 6,695.00 |
| Current Liabilities and Provisions | | |
| Deposits received | | 17,971.00 |
| Deposit works | | - |
| Other Liabilities | | 81,57,258.00 |
| Provisions | | - |
| Total Current Liabilities and Provisions | | 81,75,229.00 |
| Total Liabilities | | 85,21,97,368.99 |
| Assets | | |
| Fixed Assets | | |
| Fixed Assets - Gross Block | | 56,04,46,190.00 |
| Net Block | | - |
| Capital Work-in-Progress | | 14,93,77,528.00 |
| Total Fixed Assets | | 70,98,23,718.00 |
| Investments | | |
| Investments – General Fund | | 44,56,534.00 |
| Investments – Other Funds | | - |
| Total Investments | | 44,56,534.00 |
| Current Assets, Loans and Advances | | |
| Stock-in-hand (Inventories) | | - |
| Sundry Debtors (Receivables) – Gross amount outstanding | | 2,72,05,497.15 |
| Less: Accumulated Provisions outstanding against Debtors | | - |
| Net amount outstanding | | 2,72,05,497.15 |
| Prepaid expenses | | - |
| Cash & Bank Balances | | 11,05,60,953.84 |
| Loans, Advances and Deposits | | 1,50,666.00 |
| Less: Accumulated Provisions against Loans, Advances and Deposits | | - |
| Net amount outstanding | | 1,50,666.00 |
| Total Current Assets, Loans and Advances | | 13,79,17,116.99 |
| Other Assets | | |
| Miscellaneous Expenditure to be written off | | - |
| Total Assets | | 85,21,97,368.99 |

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)

Executive Officer
Municipal Parishad
BAHRAICH

Schedule I-1

Tax Revenue

| Particulars | Amount | |
|--------------------------------|-----------------------|-------------|
| | Water Tax & House Tax | Water Dues |
| Opening Balance | 1,59,97,341 | 1,12,84,178 |
| | | |
| Add: Billed During The Year | 95,04,641 | 5,43,978 |
| | | - |
| Less: Received During the year | 99,85,503 | 1,39,138 |
| | | - |
| Closing balance of receivable | 1,55,16,479 | 1,16,89,018 |



Schedule I-2: Assigned Revenues & Compensations

| Particulars | Amount |
|--|--------|
| Taxes and Duties collected by others | |
| Compensation in lieu of Taxes / duties | - |
| Compensations in lieu of Concessions | - |
| Total | Nil |



✓

Schedule I-3: Rental Income from Municipal Properties

| Particulars | Amount |
|--------------------|--------------|
| Hotel Rent | 27,000 |
| Shop Rent | 12,23,051 |
| Water Tanker | 1,12,450 |
| Loudspeaker Income | 3,630 |
| | |
| Total | 13,66,131.00 |



chedule I-4: Fees & User Charges

| Particulars | Amount |
|---------------------|--------------|
| Nakal fee | 7,794 |
| Pradarshan Tax | 80,040 |
| Renewal fee | 1,78,000 |
| Stamp Duty | 81,31,530 |
| Safai Fee | 73,084 |
| Licence | 2,91,962 |
| Wine Shop Fee | 96,000 |
| Fish Market | 64,736 |
| Contract/Tender fee | 8,19,975 |
| Power Motor Fee | 15,747 |
| Pathalogy | 4,000 |
| | |
| Total | 97,62,868.00 |



a

chedule I-5: Sale & Hire

| Particulars | Amount |
|---------------------|----------|
| Lakdi | 1,280 |
| Water Sanyojan | 63,248 |
| Form Fees | 83,481 |
| Majwa | 32,104 |
| Coal(Koyla) | 360 |
| Patrol Mitty Ka tel | 570 |
| Marriage Hallfee | 54,100 |
| | |
| Total | 2,35,143 |



Schedule I-6: Grants, Contributions and Subsidies

| Particulars | Amount |
|---------------------|-----------------|
| 13th Vitya Ayog | 6,67,98,616 |
| Rajya Vitya Anudaan | 27,41,62,148 |
| | |
| Total | 34,09,60,764.00 |



Module 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-8: Interest earned

| Particulars | Amount |
|----------------------------------|---------------------|
| Income | |
| Taxes | |
| Other - Revenues | |
| Recovery of revenues written off | |
| Other Income | 10,69,406.00 |
| Sub-Total Income (a) | 10,69,406.00 |
| Expenses | |
| Refund of Taxes | |
| Refund of Other - Revenues | |
| Other Expenses | |
| Sub-Total Income (b) | - |
| Total | 10,69,406.00 |



Schedule I-10: Establishment expenses

| Particulars | Amount |
|--------------------------------|-----------------------|
| Advertisement | 5,64,180 |
| Light | 1,18,39,250 |
| Printing | 15,400 |
| Insurance Claim | 11,31,613 |
| Printing & Stationary | 2,05,210 |
| Legal Expenses | 2,88,624 |
| Shishtachar | 49,850 |
| Internet telephone | 27,293 |
| Travel Allowance | 1,30,477 |
| Cooler Purchase | 12,500 |
| Computer Photostate | 5,51,283 |
| Street Light | 12,60,560 |
| Welcome gate | 1,92,000 |
| Newspaper Advertisement | 85,002 |
| Contractual Work | 26,57,361 |
| Severage Cleaning | 26,33,444 |
| Alaw & Blanket | 11,89,641 |
| other | 27,29,745 |
| Jal aparty | 91,41,411 |
| Health/ Tractor trolly/Marshel | 20,90,678 |
| Water Pump | 34,37,830 |
| Board Meeting/Shishtachar | 11,195 |
| Rent of Vehide | 54,600 |
| | |
| Total | 4,02,99,147.00 |



Schedule I-1: Administrative Expenses

| Particulars | Amount |
|--|---------------------|
| Total Employee Cost Paid during the year | 10,93,45,014 |
| | |
| Less: Employee Cost of Previous year paid during the year | 91,40,328 |
| | |
| Add: Employee Cost of Current year paid during the next year | 81,57,258 |
| | |
| Total | 10,83,61,944 |

| | |
|-------------------------|--------------|
| Salaries and Wages | 27,12,54 |
| Medical Expenses | 17,12,54 |
| Gratuity | 6,12,54 |
| Provident Fund | 32,12,54 |
| Employees' Stock Scheme | 2,12,54 |
| Employees' Gratuity | 2,12,54 |
| Employees' Pension | 4,12,54 |
| Others | 1,12,54 |
| Interest | 1,12,54 |
| Dividend | 1,12,54 |
| Other Income | 1,12,54 |
| Total | 10,83,61,944 |



✓

Schedule I-12: Operations & Maintenance

| Particulars | Amount |
|--|-----------------------|
| Chuna Purchase | 2,50,580 |
| Safai | 6,00,000 |
| Hand pump Repair | 2,90,160 |
| Waterpump Repair | 13,72,535 |
| Other Expenses | 17,65,894 |
| Canceled Cheque | 31,405 |
| Marshal Rent | 2,71,200 |
| Marshal Tractor etc | 11,89,783 |
| Cleaning equipments | 6,44,368 |
| stamp duty exp electricky fitting repair | 5,97,500 |
| Seaverage Claening | 26,33,444 |
| Generetor Rent | 40,180 |
| Lakadi | 11,65,500 |
| Chuna | 30,000 |
| Diesel | 47,65,292 |
| | |
| Total | 1,56,47,841.00 |



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 | -NL- |
| Provision for other Assets | |
| Revenues written off | |
| Assets written off | |
| Miscellaneous Expense written off | |
| Total | NL |



Schedule I-17: Miscellaneous Expenses

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



2

Schedule I-18: Prior Period Items (Net)

| Particulars | Amount |
|----------------------------------|--------|
| Income | -NIL- |
| Taxes | |
| Other - Revenues | |
| Recovery of revenues written off | |
| Other Income | |
| Sub-Total Income (a) | |
| Expenses | |
| Refund of Taxes | |
| Refund of Other - Revenues | |
| Other Expenses | |
| Sub-Total Income (b) | |
| Total | NIL |

