

**Dewas Municipal Corporation**



**FINANCIAL STATEMENTS**

**For the year**

**2015-16**

## **Schedule - B-21**

# **Significant Accounting Policies & Notes to Accounts for the Year ended on 31<sup>st</sup> March 2016 Dewas Municipal Corporation (DMC)**

Submitted on 5<sup>th</sup> of August,2016

**Prepared by**

**Batra Deepak & Associates**

**2nd floor,Hare Govind Complex,  
Besides Nisarga Hotel, Zone-I, MP Nagar,  
Bhopal (MP)-462011**

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Prepared by :- Batra Deepak & Associates (BDA)

## **SCHEDULE – B-21**

### **SIGNIFICANT ACCOUNTING POLICIES & NOTES TO ACCOUNTS FOR THE YEAR ENDED ON MARCH 31, 2016**

#### **1 Significant Accounting Policies**

Important accounting policies to be followed by the **Dewas Municipal Corporation(DMC)** in respect of accounting for its transactions and in the preparation and presentation of the Financial Statements are prescribed in the Madhya Pradesh Municipal Accounts Manual (MPMAM). All the policies are disclosed below as per MPMAM Accounting manual. During the preparation of Balance Sheet of Dewas Municipal Corporation, reliance has been placed on information provided/available with DMC.

#### **2 Basis of Accounting**

The financial statements are prepared on a going concern and under historical cost basis under accrual basis of accounting, unless stated otherwise. The method of accounting is the accrual base double entry accounting system.

##### **2.1 Income**

###### **A. Following are accounted on due basis (when demand is raised)**

- Property Taxes
- Water Tax and Water Supply Charges
- Rent form Municipal Properties

###### **B. Following are accounted on Cash basis (when recovery made)**

- Advertisement Fees
- Various License Fees
- Connection Charges for Water Supply.
- Water Tanker Charges and Road Damage Recovery Charges, Penalties, etc
- Collection charges or share in collection made by any other agency on behalf of State Government
- Rent of equipment provided to the contractors
- Hospital services /user charges

- Interest element and Penalties,
- Other income

**C. Common Accounting Principles Concerning Income Accounting**

The age-wise analysis of all receivables on account of taxes, fees, rental and charges shall be made on a regular basis, at the year end and stated/shown in Notes forming part of the annual financial statement Refunds, remissions of taxes for previous years are recorded in the current year are adjusted against the income.

- a. Demands raised with retrospective effect are treated as to the extent it pertains to earlier years
- b. Refunds, remissions of all kind of incomes for the current year is adjusted against the income and if pertain to previous years
- c. Any subsequent recovery (off of all kinds), which were
- d. already written off principles adopted for the heads
- e. Write off of taxes or Other Income is adjusted against the provisions made.
- f. In case collection of any income is under litigation, the same is not accrued but a disclosure is made in the Notes to Accounts.
- g. Any additional provision for demand outstanding required to be made during the year is recognized as expenditure and any excess provision written back during the year is recognized as income of the DMC.
- h. The EMD (Earnest Money Deposit) and SD (security deposit) is recognized as income when the right for claiming refund of deposit has expired and it is forfeited.

**D. Provisions for Arrears of Income:**

The age-wise analysis of all receivables on account of taxes, fees, rental and charges shall be made on a regular basis, at the year.

<b>Service/activity</b>	<b>&lt;2 years</b>	<b>2 to 3 years</b>	<b>3 to 4 years</b>	<b>4 to 5 years</b>	<b>&gt; 5 years</b>
Property and related taxes	Nil	25%	50%	75%	100%
Water, sewerage, solid waste management fee and charges	Nil	25%	50%	75%	100%
Lease , rental	25%	25%	50%	75%	100%
All other accrued revenue	25%	50%	100%	100%	100%

Closed, Sick industries establishment	100%
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As it is very difficult for us to follow the provisioning norms stated above & as the corporation have computerized the particulars of Tax work since last few years only and also as no detailed required bifurcation is available with the DMC.

And in absence of necessary details regarding age break up of tax receivables, DMC is not able to make provision thereon as per norms stated in MPMAM.

## 2.2 GRANTS

### A. Revenue Grant

- a. General purpose Grants of a revenue nature are recognized on cash basis.
- b. Grants received in respect of specific revenue expenditure are recognized as income in the accounting year in which the corresponding revenue expenditure is charged to the Income and Expenditure Account.

### B. Capital Grant

- a. Grants received towards capital expenditure are accounted on cash basis. The amount is initially be credited to a Capital Grant head under 'Liabilities' and on acquisition/construction of the asset the value of the amount so spent is debited to the liability head by corresponding credit to 'Capital Contribution'.
- b. Capital Grants received as a nodal agency or as implementing agency for an intended purpose, which does not, result in creation of assets with ownership rights for the DMC are treated as a liability till such time it is used for the intended purpose. Upon utilization for the intended purpose, the extent of liability is reduced with the value of such utilization.

## **2.3 Assets**

### **2.3.1 Fixed Assets**

Fixed assets include Land, Parks, Buildings, Roads and Bridges, Waterworks, Bore Wells, Sewerage and drainage, Public Lighting, Luminary & Electrical Fittings, Furniture, fixtures, fittings, Electrical appliances, Office & other equipments, Computer Hardware, Vehicles, equipments etc.

- a. 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 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 month.
- b. Any addition to or improvement to the fixed asset that results in increasing the utility or useful life of the asset is capitalized and included in the cost of fixed asset.
- c. Any Fixed Asset, which has been acquired free of cost or in respect of which no payment has been made, is accounted for at nominal value of Re. 1/.
- d. Any assets costing less than Rs.5,000 (Rupees Five thousands) are expensed/charged to Income & Expenditure Account in the year of purchase.
- e. Valuation of land is made as under:
  - i. Land acquired through purchase is recorded on the basis of aggregate of purchase price paid/ payable and other costs incidental to acquisition.
  - ii. Lands that are acquired free of cost from the government or provided by individuals or institutions under endowment for specific purposes are accounted for at Re.1. Where the ownership of the lands has not been transferred in favor of the corporation, but the land is in the permissive possession of the corporation, such lands are included in the Register of Land with Re.1 as its value.
  - iii. Cost of land improvements such as leveling, filling or any other developmental activity is capitalized as a part of the cost of land.

- f. Parks and Playgrounds are accounted for as under:
  - i. Land pertaining to Parks and Playgrounds including the cost of development of land is accounted as 'Land', and
  - ii. Other amenities in Parks and Playgrounds taken under 'Parks and Playgrounds'.
  
- g. Statues and Heritage Assets Statues and valuable works of art are valued at the original cost. In case, the original cost is not available or the items have been gifted to the corporation, the value is taken at Re. one.
  
- h. Intangible assets include computer software, which is valued at cost plus cost of staff time and consultancy costs incurred, in implementing the software, if any.  
It will capitalized, only when the intangible asset is developed, and which can be used by corporation over a period of time to derive economic benefits from it. Otherwise the entire amount is charged to revenue, in the year in which it is incurred. The intangible assets are depreciated over a period of five years or useful life, whichever is earlier.

### **2.3.2 Public Works**

- a. The cost of fixed assets include:
  - i. Cost incurred/amount spent in acquiring or installing or constructing fixed asset,
  - ii. Interest on borrowings attributable to acquisition or construction of qualifying fixed assets up to the date of commissioning of the assets, and
  - iii. Other incidental expenses incurred up to that date of bringing the asset to use.
- b. Any addition to or improvement to the fixed asset that results in increasing the utility or capacity or useful life of the asset is capitalized and included in the cost of asset. Expenditure in the nature of repairs and maintenance incurred to maintain the asset and sustain its functioning or the benefit of which is less than a year, is treated as revenue expenditure in the year of incurrence.

### **2.3.3 Capital Work In Progress (CWIP)**

Assets in the nature of civil works and equipment/machinery requiring erection/installation are accounted for as 'Capital Work In Progress account'. Upon completion of the civil works and installation of machinery the value is transferred to the respective asset account under fixed assets. The value of each work in progress includes the direct cost on material, labour, stores, and advances to suppliers for material and others. Where an asset is created with borrowed funds the interest paid/accrued as on the day of the valuation is added to the total value of the work in progress.

### **2.3.4 Depreciation**

- a. Depreciation is provided at **Straight Line Method** at the rates prescribed in MPMAM.
- b. Depreciation is provided at full rates for assets, which are purchased / constructed before October 1 of an Accounting Year and at half the rates which are purchased / constructed on or after October 1 of an Accounting Year.
- c. Depreciation is provided at full rates for assets, which are disposed on or after October 1 of an Accounting Year. Depreciation is provided at half the rates for assets, which are disposed before October 1 of an Accounting Year.
- d. Depreciation on assets on which government grant has been received, is calculated on the gross value of fixed asset i.e. without deducting the grant amount from asset value. The grant so received is charged to the income and expenditure statement in the same proportion as the depreciation charged on such assets.

### **2.3.5 Stores**

The cost of inventories include purchase price including expenditure incurred to bring the inventories to its present location and condition i.e. freight inward, duties and taxes, etc. The same are valued by applying FIFO method. Further the cost of inventories are to be received from stores department and such cost as to be certified by the respective department head.



## **2.4 Other Expenditures**

### **A. Employees Related Expenditures**

- a. Expenses on Salaries (for regular and daily wages staff) and other allowances are recognized as and when they are due for payment.
- b. Statutory deductions from salaries including those for income tax, profession tax, provident fund contribution, are recognized as liability in the period in which the corresponding salary is recognized.
- c. Leave encashment/Pension is recognized on cash basis.
- d. Bonus, Ex-gratia, other allowances and reimbursements to the employees are recognized as and when they are due for payment.
- e. Contribution due towards Pension and other retirement benefit funds is recognized as an expense and a liability.

### **B. Other Revenue Expenditures**

- a. Other Revenue Expenditures is treated as expenditures in the period in which they are incurred.
- b. Provisions are made at the yearend for all bills received up to a cutoff date.
- c. Any expenditure for which the payment has been made in the current period but the benefit and/or service is likely to arise in a future period is treated as expenditure for the period in which its benefit arises and/or services are received. .i.e. Amount paid in advance (Like Vehicle insurance) is treated as prepaid and shown as current assets in the Balance Sheet.

## **2.5 Borrowings**

- a. Interest expenditure on loan is recognized on accrual basis.
- b. Interest on borrowings directly attributable to acquisition or construction of qualifying fixed assets up to the date of commissioning of the assets is capitalized.

## **2.6 Investments**

- a. Investments are recognized at cost of investment. The cost of investment includes cost incurred in acquiring investment and other incidental expenses incurred for its acquisition, if any
- b. All long term investments are carried / stated at their cost.
- c. Income on investments made from Special Fund and Grants under specific Scheme is recognized and credited to Special Fund and Grants under Specific Scheme respectively, whenever accrued.

## **2.7 Special Funds**

- a. Special Funds are treated as a liability on their creation.
- b. Any expenditure of a revenue nature, which is incurred specifically on scheme/project for which a Special Fund has been created, is charged to that Special Fund.
- c. On completion of the construction of a fixed asset and/or on acquisition of a fixed asset out of a Special Fund, the amount equivalent to the cost of such fixed asset is transferred from the respective Special Fund to the Grant against Asset Account. Amount proportionate to depreciation of the asset is credited to the Income and Expenditure Account every year.

## **NOTES TO ACCOUNTS ON BALANCE SHEET**

**AS ON 31<sup>ST</sup> MARCH, 2016**

### **Background:**

The accounts under review have been prepared under Double Entry System with accrual method of accounting. Historically, accounts of Dewas Municipal Corporation used to be prepared under manual accounting. The accounts used to be based on Cash method of Accounting under Single Entry System. Though the accounts are also being prepared by ULB on Tally under double entry accounting system, we have taken manual records or data from Tally, based on discussion with the concerned officials of Dewas Municipal Corporation, during various occasions and on the basis of accuracy of the concerned data, as base documents/data for the purpose of this Balance Sheet.

In this joint effort ULB i.e. Dewas Municipal Corporation has provided all necessary information in respect of various Account Heads, income, expenses, assets, liabilities, which pertain to earlier period as well as to the period under review to the consultant.

Dewas Municipal Corporation has provided this information through various communications, sheets, registers, abstract, vouchers, records, compilation of accounts, verbal information from time to time, to the Consultant.

The scope of work of the Consultant was not to carry out any sort of audit, it was limited to updation and compilation of information with some prima facie scrutiny in such a manner that the desired result of financial statements based on double entry system under accrual method be available.

The Consultant had designed various questionnaires to accomplish this target. They provided necessary training to ULB personnel which included class room as well as on site training for filling up necessary forms, questionnaires, abstracts. This way

information relevant to the accomplishment of task on hand was obtained over a period of time.

While the overall task has been accomplished to the satisfaction of all stakeholders, it is necessary for the user of financial statements to know and understand the areas where element of estimation is involved or there is a disclaimer and reasons thereof.

Dewas Municipal Corporation came in to existence in 1982, Since then it is responsible for various municipal functions under its territory jurisdiction which included but not limited to creation, maintenance and operations of various civic amenities like ensuring cleanliness, sanitation, water supply, street lights, parks and other amusement places, shopping area, bus stand, parking place, safety and shelter of visitor, burial ground, healthcare facilities, , development and regulation of construction of houses, commercial complexes, permission and regulation of hoardings and many other things in connection with civic amenities.

The day to day activities of the Municipal Corporation require continuous spending. These can broadly be divided in to two categories:

**(1) Assets:**

Amount spent on acquiring, constructing any asset which is of enduring nature and benefit of which go beyond any one accounting year. The assets can further be bifurcated into

- (a) Immovable assets : such as land, building, parks, hospital, library, roads or
- (b) Movable assets such as vehicle, furniture fixtures, office equipments, Gadgets,cash and bank balances, fixed deposit receipts, revenue receivables, prepaid expenses etc.

**(2) Revenue Expenditure:**

Amount spent on salaries, retirement benefits, various administrative expenses, interest, maintenance expenses, electricity etc. The benefit of these expenses is received in the accounting year in which they are incurred.

In order to incur these expenses funds are necessary and traditionally these are sourced from:

1. **Taxes:** such as Property tax, Water tax, Sewerage tax, etc.
2. **Grants:** These are received from various institutions such as State Government, Central Government, NGOs, Other funding agencies.
3. **Loans:** These are received from State Government, Central Government, PSUs, other bilateral agencies.
4. **Fees:** Such as approval fees parking fees, ride fees, mela fees, etc.

**PERIOD COVERED**

As stated above the ULB came into existence in 1982. Since then and till 31.03.2016 it has created many assets and has incurred many liabilities. However as the ULB was maintaining its accounts based on Single Entry System, no recording for expenses incurred on creation of assets was made. In Single Entry System receipts from various sources as mentioned above and payments towards various end uses are recorded through the cash book and therefore, neither any ledger is maintained for recording expenses on capital assets nor any Balance sheet is prepared.

**PERIOD COVERED**

The present endeavor has been to convert the existing accounting system i.e. Cash based Single Entry Accounts into Accrual based Double Entry Accounts. For this purpose, the period covered is from 01.04.2015 to 31.03.2016.

In order to do the above conversion it was necessary to have a Balance sheet of Dewas Municipal Corporation as on 31.03.2016 which should include all assets and

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liabilities, as existing as on that date. This was a very exhaustive and elaborate exercise undertaken by the ULB. Hence, tracking of details of such assets and source wherefrom such assets were acquired have been dealt under the assignment. In the process at various point of time element of estimation has been followed along with doctrine of conservatism and of substance over form. With the continuous assistance from the consultant such a big task has been accomplished.

With this background we present following Notes on Accounts for the accounts in respect of opening Balance sheet as on 31.03.2016.

**1) Madhya Pradesh Municipal Accounting Manual (MPMAM):**

The various accounting policies and methods prescribed under the Madhya Pradesh Municipal Accounting Manual on treatment to various accounts and transactions for their conversion in to double entry method with accrual system of accounting have been followed to the extent these were applicable.

**2) Municipal Fund (Schedule B-1): Rs. 33.58 Crores**

This fund represents accumulated amount of assets over liabilities. In accordance with the Madhya Pradesh Municipal Accounts Manual (MPMAM) assets and liabilities existing as on 31.03.2016 have been identified after following detailed process of compilation of data and information. Thereafter the excess of assets over liabilities have been treated as the closing balance of the Municipal Fund.

Considering the long period covered in the present exercise, chances of omission cannot be fully overlooked. Hence it is proposed that in future, in case it is found that any assets or liabilities was either missed or stated at a lesser/higher value then corresponding adjustment would be made in that subsequent period in the Municipal Fund Account and due disclosure would be made in the notes on accounts.

**3) Earmarked Funds (Schedule B-2): Rs. 2.93 Crores**

As per records/ documents/ abstracts/ information and explanations provided by the officials, ULB maintains the following Earmarked funds:

Sr.	Name of Funds	Op. Bal as on 01.04.2015	During the Financial Year		Cl. Bal as on 31.03.2016
			Receipts	Payments	
1	GPF	1.71	-	-	1.71
2	CM Kanyadaan	0.05	0.76	0.79	0.04
3	CM Prasuti	0.01	-	-	0.01
4	CM Paath Vikraya	0.04	0.10	-	0.14
5	CM Kaam Kaaji Mahila	0.57	-	-	0.57
6	Mid-Day Meal	0.14	0.06	0.04	0.16
7	Indira Gandhi Social Security Schemes	0.26	0.13	0.09	0.30

Amount kept aside as above mentioned funds have been shown in the balance sheet as on cut off date.

**4) Reserves (Schedule B-3): Rs. 143.13 Crores**

Assets under Building, Roads, Bridges, Sewerage and Drainage, Public Lighting, Plant and Machinery, Vehicle, Office and Other Equipments, Furniture & Fixtures, Parks and Playgrounds etc. were identified to have been built from Grant funds, from the government and have been separately reflected in the Fixed Assets Schedule and the Balance sheet and the corresponding figure, after taking effect of the Accumulated Depreciation, has been duly shown as "Grant Against Fixed Assets" in the Balance Sheet .

During the year Rs.239281345 & Rs 102424828 have been transferred on acquisition /construction of new fixed assets out of grant to capital contribution for specific Purpose and Capital Reserve for Capital Work-In-Progress (CWIP )

After After verification of ULBS records, we have Corrected Rs 32921366 and adjusted against wrongly transferred to Consolidated capital contribution head instead of CM infra grant under Capital Reserve in previous years Annual Financial Statements.

Depreciation of Rs. 212711353 Accounted for during the FY 2015-16 on the assets has been debited to Grant Against Fixed Assets and credited to

Income & Expenditure Account, assuming them to be created from Specific Grants.

**5) Grants and Contribution (Schedule B-4): Rs. 132.32 Crores**

Grants and contributions (hereinafter jointly referred as Grants) are one of major source of funds, particularly for fixed assets.

As per the accounting policy framed under the MPMAM, Assets created out of specific grant are to be reduced from such grant and are to be stated at nominal value of Rs.1/-.

Any amount which remains unutilized from the grant is to be treated as liability. Accordingly, with the help of available records in the ULB such as Grant Register and based on other information so obtained from various personnel amount of unutilized grants are reflected under this financial statement under review.

**6) Secured Loans & Unsecured Loans (Schedule B-5 and B-6): Rs. 16.47 Crores & Nil Crores respectively.**

Register, Record and Statements of Secured / Unsecured Loan shows an outstanding Balance amounting to Rs. 16.47 Crores. DMC has taken three Loans from HUDCO for 1. Kshipra Jalawardhan Scheme , 2. Integrated Housing small development Programme(IHSDP) through SUDA and 3. CM infra Structure . These loans are secured by State Government guarantee. While DMC has repaid principal amount of Loan from HUDCO to an extent of Rs. 3.24 Crores. Due to irregular repayment the lender charged Penal Interest which was not accepted by DMC leading the matter into disputes. There has been various meetings, series of correspondence etc between the officials of the concerned parties but nothing concrete has been worked out till date. The amount shown as Liability towards Loan ( Principal & interest ) , shown in the Balance sheet i.e Rs. 16.47 Crores has been taken on the basis of document provided by the concerned official of DMC wherein they have calculated and identified the liability. The balances of these loans are subject to confirmations from the lenders.



**7) Deposit Received (Schedule B-7): Rs. 3.96 Crores**

Liability towards Security Deposit, Earnest Money Deposits and other deposits as on 31.03.2016 has been taken from the tally data/ records/ documents/ abstracts/ information and explanations provided by the officials and registers and other records maintained for the purpose. Further, as informed, ULB do not have any deposit from Staff and Revenue etc.

**8) Deposit Works (Schedule B-8): Rs 0.12 Crore**

This schedule is meant to record those amounts which are received from any Institution by the ULB and against such amount construction work is required to be executed by the ULB as a contractor for such institution. During the detailed exercise undertaken for identification of assets and liabilities it was gathered that although DMC does undertake Deposit Works (however rarely) . The amount shown as Liability towards Deposits works , shown in the Balance sheet has been taken on the basis of document provided by the concerned official of DMC .

**9) Other Liabilities (Schedule B-9):. Rs. 11.88 Crores**

It consists of the following:

**A. Creditors: Rs. 3.34 Crores**

In the earlier prevailing practice ULB was not maintaining any records for amount due to be paid to the creditors. It used to record such payment only on the basis of actual payment made irrespective of to the period it pertained. Creditors are taken from tally data/ records/ documents/ abstracts/ information and explanations given to us by the ULB staff and officers.

**B. Employees Liability: Rs. 0.42 Crores**

In accordance with the MPMAM, the retirement related benefits of employees of ULB have been taken on payment basis. Hence, no entries have been passed for such accrued but not paid liability. As Actuarial Valuation of such liability has not been undertaken, the amount is not ascertainable.

In respect of other liabilities in relation to employees, information from applicable records have been compiled on the basis of tally data/ records/ documents/ abstracts/ information and explanations given to us by the ULB staff and officers and based on that figures have been stated in the Balance sheet. Wherever direct records were not available efforts were made to correlate actual payments made during the accounting year 2015-16 with the origin of such dues.

**C. Interest accrued and Due:**

Interest accrued and due on secured loans (HUDCO) has been included in the outstanding loan amount shown in Schedule B-5. Other Interest accrued and due are not calculated for want of necessary information. The same shall be calculated and incorporated in the accounts as and when the confirm information is made available to us.

**D. Recoveries Payable : NIL**

As explained to us, there are no recoveries payable . Hence the figure is taken as NIL as on 31.03.2016.

**E. Government Dues Payable: Rs. 7.70 Crores**

In respect of dues towards any Government liability information from applicable records / documents/ abstracts/ information and explanations have been taken and based on that figures have been stated in the Balance sheet as on 31.03.2016.

**F. Refunds Payable: NIL**

As explained to us, there are no refunds payable . Hence the figure is taken as NIL as on 31.03.2016.

**G. Advance Collection of Revenue:**

As explained to us, there are no advance collection of revenue by the ULB. Hence the figure is taken as NIL as on 31.03.2016.

**H. Others: Rs. 0.40 Crores**

Other liabilities includes liabilities for expenses (like Travelling Exp, Bank Charges payable, Medical Reimbursement payable etc). The same has been taken from tally data/ records/ documents/ abstracts/ information and explanations provided to us by the staff and officers of the ULB.

**I. Provisions of expenses etc (Schedule B-10): Rs. 4.26 Crores**

Bills of Electricity, Telephone, Mobile, Salary & Wages for the month of March 2016. The amount of electricity payable was taken from the monthly bills of March'16 and also verified it from books of accounts for first quarter of 2016-17.

**10) Fixed Assets & Accumulated Depreciation thereon (Schedule B-11):**

(A) **Fixed Assets**: Broadly the method adopted is in accordance with the general guidelines contained in the Madhya Pradesh Municipal Accounting Manual and in Model National Municipal Asset valuation Methodology and Manual. Based on the various principles mentioned in the said manual necessary information have been collated on the basis of records/registers/abstracts available with ULB. Accordingly, these are taken in the Balance Sheet on the basis of such Historical Cost/Cost of acquisition, nominal value, as the case may be. However considering the sheer volume and geographical spread of the assets the variations if any noticed at a later stage would be disclosed and adjusted through Municipal Funds. Thus departures made on

consideration of materiality or non availability / time consuming exercise for getting data / records which have been enumerated below:

The listing of assets is taken on the basis of the data provided by various user departmental heads which is duly authenticated by respective departments. Physical verification of the same is yet to be carried out by personnel of ULB.

During the year, Fixed Assets created out of Municipal General Fund and Grants/Special funds have been accounted under the schedule B-11. The corresponding entry has also been passed to Capital Reserve for assets created from other than Municipal General Fund and depreciation charged on it. Entries of deferment of assets have also been passed as per MPMAM guidelines.

- While preparation of the asset records as per the MPMAM format a few columns were left blank such as length, height, name of contractor, area and survey number ,mode of acquisition, name of contractor and area etc were not filled due to non availability of data
  
- An asset, which has out lived its useful life as prescribed under MPMAM and for which cost details was not available has been valued at Re. 1 each.

Based on Data provided, identified assets have been categorized in the following Groups.

#### *IDENTIFIED ASSETS*

The gross value of the assets of the Municipal Corporation valued as on 31.03.2016 have been valued at **Gross Book Value of Rs 273.56 Crores** in the aggregate on the basis reports provided.

#### **MAJOR CATEGORY**

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- Land
- Buildings
- Parks and Playgrounds
- Roads
- Lakes
- Sewerage and Drainage
- Water ways
- Public Lighting
- Plants & Machinery
- Vehicles
- Office Equipments
- Other equipments
- Furniture & fixtures
- Other fixed assets

In absence of information, while arriving at cost of the assets, cost relating to borrowings for the specific asset and other unidentified direct cost has not been included.

We have calculated the accumulated depreciation on the basis of final bill. Method of depreciation, which is used to calculate depreciation has been based on estimated life of the Fixed Assets, is as provided by Madhya Pradesh Municipal Accounting Manual.

In absence of information trees, Museum, Art Crafts, and live-stock assets etc. have not been included in the schedule of fixed assets.

In case of assets wherein the economic life has been exhausted but still continuously in use has been valued at a token value of Re.1/- in the opening balance sheet.

In case of assets which is gifted /constructed or acquired from grants/Transfer without any consideration from state government or central government or any institution has been taken at token value of Rs.1/- in the opening balance sheet.

**In case of Movable Properties:**

- I) Assets are valued at cost of acquisition or construction, as reduced by depreciation provided thereon.
- II) In cases, where of total cost of asset is less than or equal to Rs 5000; The asset is charged fully as revenue expenditure (as per the guidelines of MPMAM) and WDV is taken at Re.1 as we treat it as Revenue Expenses as per the guidelines by MPMAM
- III) In case of Unusable assets, the asset is fully depreciated and WDV is taken at Re. 1/- , even though, technically, useful life remains.

**In case of Immovable Properties:-**

- I) **Land:** As informed to us, Layout open space are classified under the category of "assets under management". As per the available information, all lands are either transferred to ULB from state government or some other institute. No land has been acquired by own fund of ULB.
- II) **Building:** As per information given to us, Total Cost of building includes cost of land. For want of necessary information, we are unable to segregate the cost of land and cost of building. Depreciation is charged on the consolidated cost.
- III) **Road, Street, Lane, Footpath:** are valued at cost of acquisition or construction, as reduced by depreciation provided thereon.
- IV) **Bridge, Culverts, Flyovers, Subways and Causeways:** are valued at cost of acquisition or construction, as reduced by depreciation provided thereon.
- IV) **Drains including Underground Drain:** Assets are valued at cost of acquisition or construction, as reduced by depreciation provided thereon.
- V) **Water Work Distributions:** Assets are valued at cost of acquisition or construction, as reduced by depreciation provided thereon.

Depreciation is provided on the basis of rates provided in MPMAM Water-distribution and pipeline systems etc.

- VI) **Public Lighting:** Assets are valued at cost of acquisition or construction, as reduced by depreciation provided thereon. Depreciation is provided on the basis of rates provided in MPMAM for Electrical Installations for cables, lamps etc.

**(B) Accumulated Depreciation: Rs. 78.57 Crores**

**On straight Line method:** Under this method, the rates of depreciation has been applied at a fixed percentage on the original cost of the Asset at the end of the year.

- (a) In line with international Best Practices among government organisations, the Straight Line Method of Depreciation has been applied. Rate of Depreciation based on estimated life of the assets and prescribed in State Municipal Accounting Manual have been adopted for this purpose.
- (b) For all assets that qualify for depreciation, and were valued, depreciation has been provided from the year of construction / acquisition and transferred to accumulated depreciation account of the concerned asset.
- (c) Valuation for the purpose of depreciation has been done as per the significant accounting policies subject to the notes mentioned above.
- (d) The accumulated depreciation has been recognized on the basis of dates/year of acquisition. Method of depreciation to calculate

depreciation is based on estimated life of the Fixed Assets as provided by National Municipal Accounting Manual.

**11) Capital Work In progress: Rs.65.32 Crores**

Balance under capital work in progress includes certain fixed assets which may be completed and put to use during the year but which have not been capitalized since the same were not closed by the concern department. Depreciation on such fixed assets has not been provided during the year.

**12) Investments –General Fund and Other (Schedule B-12 & B-13): Rs. 2.01 Crores and Nil**

Investments i.e FDR's with Bank, are shown at the current value i.e. face value upto the date of Balance Sheet and are taken on the basis of information provided by the ULB which has also been randomly cross verified with relevant records/Documents/banks etc.

**13) Stock in hand (Inventories) (Schedule B-14):Rs. 0.58 Crores**

The data is compiled from the records/ documents/ abstracts/ information and explanations by the staff and officers of the ULB. The stock lying at the period-end is valued at cost in accordance with the First in – First out Method. Closing balance of inventory has not been physically verified.

**14) Sundry Debtors (Receivables) (Schedule B-15): Rs. 20.46 Crores**

Amount of Closing Receivable income of Income heads such as Property tax, Water Charges etc, has been taken on the basis of records/registers /abstracts made available to us and made provisions based on guidelines given in MPMAM.

**15) Prepaid Expenses (Schedule B-16): Rs. 0.04 Crores**



As per the records/registers/abstracts and information provided by ULB, prepaid insurance has been included here and shown under sub head operations & maintenance.

**16) Cash & Bank Balance (Schedule B-17): Rs. 64.59 Crores**

Cash Balance has been taken at actual appearing in Cash Book while Bank balances/Treasury balances have been taken as per Bank statement of respective banks (as provided in the State Municipal Accounting Manual)

**17) Loans, Advances & Deposits (Schedule B-18): Rs. 0.64 Crores**

The amount has been taken on the basis of information provided by the ULB which has also been randomly cross verified with relevant records/Documents/Bills etc. Further as far as staff advances are concerned ,it is informed that DMC gives only festival advances and are Interest free. Details of these advances and recovery thereof are maintained at Department wise. Details regarding outstanding advances as on balance sheet date have not been provided to us. However, we have taken the data from tally. However we have been given details of amount given as advance during 2015-16.

**18) Accumulated Provisions against loans, advances and deposits Schedule B-18A:** As informed to us the ULB does not provide for any provision against loans, advances and deposits.

**Income and Expenditure Account:**

**19) Tax Revenue (Schedule IE-1): Rs. 9.21 Crores**

Revenue in respect of Property Tax ,Other Taxes are recognized in the period in which they become due and demands are ascertainable. In property Tax ( including Samekit Kar, Urbna development Cess and Education Cess), Current year demand is Rs.9.03 Crores and Arrears demands is Rs 6.73

Cre. In FY 2015-16 , ULB collected Rs 8.60 crore collection against Current Year Demand and Arrears of property tax.. **Assigned Revenue & Compensation (Schedule IE-2): Rs. 39.88 Crores**

As inform to us by the ULB, during the period Revenue in respect of octroi, Passenger Tax, Stamp Duty are recognized on actual receipt.

**20) Rental income from Municipal Properties (Schedule IE-3): Rs. 1.78 Crores**

Municipal Corporation having various shops, residential quarters and other building. Income for shops and residential quarters have been booked at the time of due i.e. at the end of the month for all the shops and buildings while for other municipal building it is recorded only after collection. In Rental income from shops , Current year Demand is Rs 0.30 Crores and Arrears demands is Rs 0.14 Crores.

**21) Fees & User Charges (Schedule IE-4): Rs. 7.70 Crores**

This mainly represents the income received by Municipal Corporation for the services provided to general public and recorded after actual collection only. Advertisement Tax, trade license fees, birth & death registration fees etc. are recognized on actual receipt. Water and meter Charges is recognized as and when accrued. In Water User Charges, Current year Demand is Rs 5.46 Crores and Arrears demands is Rs 5.16 Crores.

**22) Sale & Hire Charges (Schedule IE-5): Rs. 0.45 Crores**

The Sale of goods are recognized when the ownership and the risk transfers to the buyer and amount is collected.

**23) Revenue Grants, Contributions & Subsidies (Schedule IE-6): Rs 28.37 Crores**

The Non-Plan Grants received from the various authorities and the Income is recognized as and when it becomes due. The Plan Grant for the purpose of

expenditure in revenue nature is shown in the head and the Income is recognized on receipt of the sanction order and the receipt of the income becomes certain.

**24) Income from Investments – General Fund (Schedule IE-7): RS 0.81 crore**

Income on investments made from General Fund is recognized on accrual basis.

**25) Interest Earned (Schedule IE-8): Rs. 0.52 Crores**

The Interest earned on saving bank accounts is recognized as and when it received.

**26) Other Income (Schedule IE-9) & Prior Period Income ( Schedule IE 18): Rs. 0.04 & Rs 2.96 Crores**

Miscellaneous Income come under the head of IE-9 & IE-18 and it is recognized as and when received.

**27) Establishment Expenses (Schedule IE-10) : Rs.37.00 Crores**

This represents the Salaries and wages paid to the Employees and Workers. This also contains the Pension Contribution paid to the Pensioners. Expenses on Salaries and other allowances are recognized as and when they are due (i.e. at the month end)

**28) Administration Expenses (Schedule IE-11) : Rs.6.22 Crores**

All revenue expenditures incurred are recognized on admission of the bills for payment by the ULB. Other Revenue Expenditures are treated as expenditures in the period in which they are incurred.

**29) Operation & Maintenance (Schedule IE-12) : Rs.21.97 Crores**

All revenue expenditures incurred are recognized on admission of the bills for payment by the ULB. Other Revenue Expenditures are treated as expenditures in the period in which they are incurred

**30) Interest & Finance Expenses (Schedule IE-13) : Rs.2.28 Crores**

Interest expenditure on loan is recognized on accrual basis. Borrowing cost charged on Loan is capitalized as the loan raised for water supply scheme IHSDP Scheme, which is in process.

**31) Programme Expenses (Schedule IE-14) : Rs.0.02 Crores**

All revenue expenditures incurred are recognized on admission of the bills for payment by the ULB.

**32) Revenue Grant, Contribution & Subsidies (Schedule IE-15) : NIL**

As informed to us, there is no expenditure of a revenue nature, which is incurred specifically on scheme/project for which a Special Fund has been created, is charged to that Special Fund

**33) Provision and Write Off (Schedule I-16) : Rs.Nil**

As informed to us, ULB does not have any provision and Write Off under this head.

**34) Miscellaneous Expense (Schedule I-17) : Rs. Nil**

As informed to us, there is no revenue expenditures incurred are recognized on admission of the bills for payment by the ULB.

**35) Depreciation: Rs. 17.69 Crores**

Depreciation on assets acquired during the year has been provided based on the useful life using straight line method as per MPMAM.

**36) Prior period Items : Rs. NIL**

As per the records/registers/abstracts and information provided by ULB, No Prior period item includes refund of Octroi /LBT.

**37) CONTINGENT LIABILITY**

- (a) The liability of different legal matters (pending in District, High Court and Supreme Courts on account of unsettled claims) and Guarantees issued by government on behalf of corporation has not been provided as the same is not readily ascertainable.
- (b) The claims of different effective persons under Land acquisitions of Kshipra Stop dam ( Barrage) is pending in Judiciary for final judgement. No provision is made for such, as the decision from the said authority is awaited.

**38) Segment Reporting:**

The Financial year 15-16 is the first year of the preparation of financials under the Double Entry Accrual Method of Accounting. Though the Municipal Corporation is divided into divisions based on the functions carried out, the segments and the assets segregation pertaining to the segments are yet to be identified and hence the Segment reporting has not been done.

**39) Disclaimer**

1. All the financial figures and comments in specific or general terms made are based on records/ documents/ abstracts/ information and explanations provided by officers and staff of Dewas Municipal Corporation during the course of engagement of our team, and the correctness, origin comprehensiveness or veracity of comments or explanations in so far as they relate to existing practices is not the responsibility of the Consulting team. As the scope of work of the Consultant was not to carry out any sort of audit, it was limited to do a sort of cross check wherever it was feasible.
2. Although the Consulting team has made every effort to obtain information comprehensively for every department of the Nagar Dewas Municipal Corporation and has also widely circulated the team's requirements in this regard, it is possible that some relevant

information or documentation has not become available to the team. It is therefore specifically stated that this document is based upon and restricted to the set of documents, information, comments and explanations provided by officers and staff of Dewas Municipal Corporation and therefore any such documents, information, comments and explanations not provided to the Consulting team is excluded and the team disclaims any responsibility whatsoever in regard to the possible present or future effects of such documents, comments, information and explanations on present document.

3. The Consulting team is not responsible for any legal or other liability that may arise in any way at any point of time from this documents or any interpretation whatsoever that may be put on the whole or part of it. Likewise, the Consulting team is not responsible for any legal consequences arising out of non-compliance by the Dewas Municipal Corporation of any of its statutory or other Governmental obligations that may become apparent now or any time in the future, in whatsoever manner and in whatsoever ways.

**Municipal Corporation Dewas (M.F)**  
**BALANCE SHEET**  
**As at 31ST MARCH 2015-16**



	Particulars	Schedule No.	Current Year (Rs) 15-16	Previous Year (Rs.) 14-15
<b>A</b>	<b>SOURCES OF FUNDS</b>			
<b>A1</b>	<b>Reserves and Surplus</b>			
	Municipal (General ) Fund	B-1	335,833,237.03	101,449,300.42
	Earmarked Funds	B-2	29,257,059.00	27,930,517.00
	Reserves	B-3	1,431,310,643.00	1,269,394,457.00
	<b>Total Reserves and Surplus</b>		<b>1,796,400,939.03</b>	<b>1,398,774,274.42</b>
<b>A-2</b>	<b>Grants, Contributions for Specific Purpose</b>	B-4	1,323,232,979.97	1,181,831,468.76
<b>A3</b>	<b>Loans</b>			
	Secured Loans	B-5	164,749,758.00	194,252,011.00
	Unsecured Loans	B-6	-	1,204,522,263.42
	<b>Total Loans</b>		<b>164,749,758.00</b>	<b>1,398,774,274.42</b>
	<b>TOTAL SOURCES OF FUNDS (A1 to A3)</b>		<b>3,284,383,677.00</b>	<b>3,979,380,017.60</b>
<b>B</b>	<b>APPLICATION OF FUNDS</b>			
<b>B1</b>	<b>Fixed Assets</b>	B-11		
	Gross Block		2,735,643,354.00	1,553,212,149.00
	Less : Accaumulated Depreciation		785,663,666.00	667,500,318.00
	Net Block		1,949,979,688.00	885,711,831.00
	Capital Work in Progress		653,206,470.00	1,379,141,256.00
	<b>Total Fixed Assets</b>		<b>2,603,186,158.00</b>	<b>2,264,853,087.00</b>
<b>B2</b>	<b>Investments</b>			
	Investments-General Fund	B-12	20,144,482.00	334,927.00
	Investments-other Fund	B-13	-	-
	<b>Total Investment</b>		<b>20,144,482.00</b>	<b>334,927.00</b>
<b>B3</b>	<b>Current Assets, loans &amp; Advance</b>			
	Stock in hand (Inventories)	B-14	5,892,373.00	13,500,587.40
	Sundry Debtors (Receivables)	B-15		
	Gross Amount outstanding		204,639,274.00	139,983,423.00
	Less: Accumulated Provision against bad and doubtful receivables			
	Prepaid Expenses	B-16	390,990.00	342,266.00
	Cash and Bank Balance	B-17	645,962,999.43	652,794,826.83
	Loans , advances and deposits	B-18	6,380,482.00	12,037,339.95
	<b>Total Current Assets</b>		<b>863,266,118.43</b>	<b>818,658,443.18</b>
<b>B4</b>	<b>Current Liabilities and Provisions</b>			
	Deposits Received	B-7	39,612,905.18	124,247,632.18
	Deposits Works	B-8	1,222,835.00	4,020,755.00
	Other liabilities( Sundry Creditors)	B-9	118,795,745.25	161,827,566.82
	Provisions	B-10	42,581,596.00	18,892,749.00
	<b>Total Current Liabilities</b>		<b>202,213,081.43</b>	<b>308,988,703.00</b>
<b>B5</b>	<b>Net Current Assets (B3-B4)</b>		<b>661,053,037.00</b>	<b>509,669,740.18</b>
<b>C</b>	Other Assets.	B-19	-	
<b>D</b>	Miscellaneous Expenditure (to the extent not written off)	B-20	-	-
	<b>TOTAL APPLICATION OF FUNDS (B1+B2+B5+C+D)</b>		<b>3,284,383,677.00</b>	<b>2,774,857,754.18</b>

**Municipal Corporation Dewas (M.P.)**  
**As On 31.03.2016**

**Sedule B-1 : Municipal (General) Fund (Rs.)**

Account Code	Particulars	Water Supply Sewerage and Drainage	Commercial Projects	General Account
	Balance as per last account	-	-	101,449,300.42
	Addition during the year			
	. Surplus for the year	-	-	65,396,253.95
	. Transfers	-	-	222,027,577.88
	<b>Total (Rs.)</b>	-	-	<b>388,873,132.25</b>
	Deductions during the year			-
	. Deficit for the year	-	-	
	. Transfers	-	-	53,039,895.22
	<b>Balance at the end of the Current year</b>	-	-	<b>335,833,237.03</b>



## DEWAS MUNICIPAL CORPORATION, (M.P.)

AS ON 31.03.2016

## Schedule B-2: Earmarked Fund (Special Funds / Sinking Fund/Trust or Agency Fund)

Particulars	Special Funds	Trust & Agency Funds	Amount
<b>ACCOUNT CODE</b>	<b>3,111,000.00</b>	<b>3,117,000.00</b>	<b>3,110,000.00</b>
(a) Opening Balance	25,294,564.00	2,635,953.00	27,930,517.00
(b) Additions to the Special FUND			-
*Grant Received from Govt.	8,953,649.00	-	8,953,649.00
* Transfer From Municipal Fund	99,096.00	37,904.00	137,000.00
* Interest / Dividend earned on Special Fund Investments	62,302.00	97,117.00	159,419.00
* Profit on disposal of Special Fund Investments			-
* Appreciation in Value of Special Fund Investments			-
* Other Addition ( Specify nature)		1,190,864.00	1,190,864.00
<b>Total (b)</b>	<b>9,115,047.00</b>	<b>1,325,885.00</b>	<b>10,440,932.00</b>
(c) Payments out of Funds			-
[i] Capital Expenditure on		-	-
* Fixed Assets			-
* others			-
[ii] Revenue Expenditure on			-
* Salary , Wages and allowances etc.			-
* Rent other administrative Charges			-
* [iii] Other:	8,168,880.00	496,475.00	8,665,355.00
* Loss on disposal of Special fund Investments			-
* Diminution in Value of Special Fund Investments			-
* Transferred to Municipal Fund		449,035.00	449,035.00
<b>Total (c)</b>	<b>8,168,880.00</b>	<b>945,510.00</b>	<b>9,114,390.00</b>
<b>ADVANCE FOR EXPENSES (D)</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Net Balance at the year end (a+b)-(c+d)</b>	<b>26,240,731.00</b>	<b>3,016,328.00</b>	<b>29,257,059.00</b>

**Municipal Corporation Dewas (M.P.)  
As at 31ST MARCH 2015-16**

**Schedule B-3 : Reserves**

Account Code	Particulars	Opening Balance	Additions during the year (Rs.)	Total (Rs.)	Deductions during the year (Rs.)	Balance at the end of current year (Rs.)
1	2	3	4	5=(3+4)	6.00	7=(5-6)
3121000	Capital Contribution (Asset Created)	1,269,394,457	272,202,711	1,541,597,168	212,711,353	1,328,885,815
3121100	Capital Reserve (CWIP)		102,424,828	102,424,828	-	102,424,828
3122000	Borrowing Redemption	-		-	-	-
3123000	Special Funds (Utilised)	-	-	-	-	-
3124000	Statutory Reserve	-	-	-	-	-
3125000	General Reserve	-	-	-	-	-
3126000	Revaluation Reserve	-	-	-	-	-
	<b>Total Reserve Funds</b>	<b>1,269,394,457</b>	<b>374,627,539</b>	<b>1,644,021,996</b>	<b>212,711,353</b>	<b>1,431,310,643.00</b>

**Municipal Corporation Dewas (M.P.)  
As at 31ST MARCH 2015-16**

**Schedule B-4: Grants & Contribution for Specific Purpose Account code : 320**

Particulars	Grants from central government	Grants from state government	Grants from other government agencies	Grants from financial institutions	TOTAL
	32010	32020	32030	32080	320
(a) Opening Balance	959,050,550.76	165,052,606.00	18,663,761.00	39,064,551.00	1,181,831,468.76
(b) Additions to the Grants*					-
* Grant received during the year	125,486,142.00	480,825,030.00	-	15,484,704.00	621,795,876.00
* Interest / Dividend earned on Grant Investments	10,168.00	226,907.00	-	3,137.00	240,212.00
* Profit on disposal of Grant Investments	-	-	-	-	-
* Appreciation in Value of Grant Investments	-	-	-	-	-
* Other Addition ( MF)	1,487,313.00	1,211,517.00	-	-	2,698,830.00
<b>Total (b)</b>	<b>126,983,623.00</b>	<b>482,263,454.00</b>	<b>-</b>	<b>15,487,841.00</b>	<b>624,734,918.00</b>
<b>Total (a+b)</b>	<b>1,086,034,173.76</b>	<b>647,316,060.00</b>	<b>18,663,761.00</b>	<b>54,552,392.00</b>	<b>1,806,566,386.76</b>
(c) Payments out of Funds					
* Capital Expenditure on Fixed Assets	23,404,949.00	215,024,396.00	-	852,000.00	239,281,345.00
* Capital Expenditure on other (CWIP)	28,290,146.00	74,134,682.00	-	-	102,424,828.00
* Revenue Expenditure on	15,366,995.00	88,270,879.00	-	280,046.00	103,917,920.00
* Salary , Wages and Expenses etc.	5,988,006.00	557,800.00	15,406,134.00	-	21,951,940.00
* Rent					-
* Other:		-			-
* Loss on disposal of Special fund Investments		-			-
* Diminution in Value of Special					-
* Transferred to Municipal Fund		1,319,370.79			1,319,370.79
* Grants Refunded (Intt Refund )	500,000.00		-	47,403.00	547,403.00
* Transfer to the beneficiary	72,000.00	13,818,600.00			13,890,600.00
<b>Total (c)</b>	<b>73,622,096.00</b>	<b>393,125,727.79</b>	<b>15,406,134.00</b>	<b>1,179,449.00</b>	<b>483,333,406.79</b>
<b>Net Balance at the year end (a+b)-(c)</b>	<b>1,012,412,077.76</b>	<b>254,190,332.21</b>	<b>3,257,627.00</b>	<b>53,372,943.00</b>	<b>1,323,232,979.97</b>

**Municipal Corporation Dewas (M.P.)**  
**As On 31.03.2016**

<b>Schedule B-5: Secured Loans</b>			
Account Code	Particulars	Current Year (Rs) 15-16	Previous Year (Rs.) 14-15
<b>3301000</b>	Loans From Central Govt.	-	-
<b>3302000</b>	Loans From State Govt.	-	-
<b>3303000</b>	Loans From Govt.bodies & Associa	164,749,758.00	194,252,011.00
<b>3304000</b>	Loans From International Agencies	-	-
<b>3305000</b>	Loans From banks & other financial Institutions	-	-
<b>3306000</b>	Other Terms Loans	-	-
<b>3307000</b>	Bonds & debentures	-	-
<b>3308000</b>	Other Loans	-	-
	<b>Total Secured Loans</b>	<b>164,749,758.00</b>	<b>194,252,011.00</b>
Notes:-	<ul style="list-style-type: none"> <li>* The nature of the Security shall be specified in each of these categories;</li> <li>* Particulars of any guarantees given shall be disclosed;</li> <li>* Terms of redemption (if any ) of bonds/ debentures issued shall be stated, together with the earliest date of redemption</li> <li>* Rate of Interest and original amount of loan and outstanding can be provided for every Loan under each of these categories separately;</li> <li>* For Loans disbursed directly to an executing agency, please specify the name of the Project for which such loan is raised.</li> </ul>		

**Municipal Corporation Dewas (M.P.)  
As On 31.03.2016**

**Schedule B-5: Unsecured Loans**

Account Code	Particulars	Current Year (Rs) 15-16	Previous Year (Rs.) 14-15
<b>3311000</b>	Loans From Central Govt.	-	-
<b>3312000</b>	Loans From State Govt.	-	-
<b>3313000</b>	Loans From Govt.bodies & Associa	-	-
<b>3314000</b>	Loans From International Agencies	-	-
<b>3315000</b>	Loans From banks & other financia	-	-
<b>3316000</b>	Other Terms Loans	-	-
<b>3317000</b>	Bonds & debentures	-	-
<b>3318000</b>	Other Loans	-	-
	<b>Total Unsecured Loans</b>	-	-

Notes : \* Rate of Interest and Original amount of loan and outstanding can be provided for every loan under each of these categories separately;

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**Municipal Corporation Dewas (M.P.)  
As On 31.03.2016**

**Schedule B-7: Deposits Received**

Account Code	Particulars	Current Year (Rs) 15-16	Previous Year (Rs.) 14-15
<b>3401000</b>	From Contractors ( EMD)	6,048,459.00	5,453,638.00
<b>3401000</b>	From Contractors ( SD)	29,554,341.18	115,187,718.18
<b>3402000</b>	From Revenues ( M T)	3,961,105.00	3,606,276.00
<b>3403000</b>	From Staff	-	-
<b>3408000</b>	From others	49,000.00	-
	<b>Total Deposits Received</b>	<b>39,612,905.18</b>	<b>124,247,632.18</b>

**Municipal Corporation Dewas (M.P.)  
As On 31.03.2016**

**Schedule B-8 : Deposits Works**

Account Code	Particulars	Opening Balance as the beginning of the year (Rs.)	Additions during the Current year (Rs.)	Total	Utilization/ expenditure (Rs.)	Balance outstanding at the end of current year (Rs.)
3411000	Civil Works	4,020,755.00	6,580,220.00	10,600,975.00	9,378,140.00	1,222,835.00
3412000	Electrical Works	-	-	-	-	-
3418000	Others	-	-	-	-	-
	<b>Total Deposits Works</b>	<b>4,020,755.00</b>	<b>6,580,220.00</b>	<b>10,600,975.00</b>	<b>9,378,140.00</b>	<b>1,222,835.00</b>

**Municipal Corporation Dewas (M.P.)  
As On 31.03.2016**

**Schedule B-9: Other Liabilities (Sundry Creditors)**

Account Code	Particulars	Current Year (Rs) 15-16	Previous Year (Rs.) 14-15
3501000	Creditors	33,471,563.00	79,986,105.82
3501100	Employee Liabilities	4,202,857.00	21,744,650.00
3501200	Interest Accured and Due	-	1,441,812.00
3502000	Recoveries Payable	-	-
3503000	Govt. Dues Payable	77,074,796.00	53,198,700.00
3504000	Refunds Payable	-	-
3504100	Advance Collection of Revenues	-	-
3508000	Others	4,046,529.25	5,456,299.00
	<b>Total Other Liabilities (Sundry Cr</b>	<b>118,795,745.25</b>	<b>161,827,566.82</b>

**Municipal Corporation Dewas (M.P.)**  
**As On 31.03.2016**

**Schedule B-10: Provisions**

Account Code	Particulars	Current Year (Rs) 15-16	Previous Year (Rs.) 14-15
<b>3601000</b>	Provisions for Expenses	42,581,596.00	18,892,749.00
<b>3602000</b>	Provisions for Interest	-	-
<b>3603000</b>	Provisions for Other Assets	-	-
	<b>Total Provisions</b>	<b>42,581,596.00</b>	<b>18,892,749.00</b>

**Municipal Corporation Dewas (M.P.)  
As On 31.03.2016**

**Schedule B-11 : Fixed Assets**

Account Code	Particulars	Gross Block				Accumulated Depreciation				Net Block	
		Opening Balance	Additions during the period	Deduction during the year	Cost at the end of the year	Opening Balance	Additions during the period	Deduction during the year (Transfer to MF)	Total at the end of the year	At the end of current year	At the end of the Previous year
1	2	3	4	5	6	7	8	9	10	11	12
4101000	Land	88,558,124.00	242,448,177.00	-	331,006,301.00	-	-	-	-	331,006,301.00	88,558,124.00
4102000	Building & Other Structures	207,523,207.00	23,433,824.00	-	230,957,031.00	48,803,791.00	7,248,918.00	14,952,801.79	41,099,907.21	189,857,123.79	158,719,416.00
	<b>Infrastructure Assets</b>										
4103000	- Roads and Bridge	749,127,968.00	144,401,982.00	-	893,529,950.00	447,748,283.00	105,310,804.00	53,513,099.71	499,545,987.29	393,983,962.71	301,379,685.00
4103100	- Sewerage and Drainage	95,543,842.00	112,924,957.00	-	208,468,799.00	18,684,944.00	13,084,866.00	86,035.48	31,683,774.52	176,785,024.48	76,858,898.00
4103200	- Water Ways	240,759,192.00	618,854,755.00	-	859,613,947.00	64,261,783.00	30,364,875.00	(16,395,392.57)	111,022,050.57	748,591,896.43	176,497,409.00
4103300	- Public Lighting	62,318,306.00	29,436,296.00	-	91,754,602.00	28,633,554.00	12,875,423.00	2,945,314.34	38,563,662.66	53,190,939.34	33,684,752.00
4103400	- Sanitation & Waste	463,825.00	5,551,373.00	-	6,015,198.00	92,765.00	455,934.00	-	548,699.00	5,466,499.00	371,060.00
	<b>Other Assets</b>										
4104000	- Plants & Machinery	64,396,108.00	-	-	64,396,108.00	33,336,807.00	4,401,659.00	1,253,730.60	36,484,735.40	27,911,372.60	31,059,301.00
4105000	- Vehicles	31,506,745.00	3,457,436.00	-	34,964,181.00	20,093,990.00	1,967,047.00	2,233,940.50	19,827,096.50	15,137,084.50	11,412,755.00
4106000	- Office & other Equipment's	4,346,181.00	583,390.00	-	4,929,571.00	2,750,021.00	468,400.00	85,496.00	3,132,925.00	1,796,646.00	1,596,160.00
4107000	- Furniture , Fixture, Fittings and electrical appliances	8,668,651.00	1,339,015.00	-	10,007,666.00	3,094,380.00	769,689.00	109,241.15	3,754,827.85	6,252,838.15	5,574,271.00
4108000	- Other Fixed Assets	-	-	-	-	-	-	-	-	-	-
	<b>Total</b>	<b>1,553,212,149.00</b>	<b>1,182,431,205.00</b>	<b>-</b>	<b>2,735,643,354.00</b>	<b>667,500,318.00</b>	<b>176,947,615.00</b>	<b>58,784,267.00</b>	<b>785,663,666.00</b>	<b>1,949,979,688.00</b>	<b>885,711,831.00</b>

Additional Disclosures to the Schedule

- Value of fixed assets under dispute or litigation shall be provided . The Status of the legal case as at the reporting date of the financial statements shall also be mentioned.
- The details & Value of assets, which are not yet physically identified/ traced, shall be disclosed separately.
- Details and value of assets under leases and hire purchase needs to be disclosed as a note.

Note :

- Additions include fixed assets created out of Earmarked Funds and Grants transferred to Urban Local Body's fixed block as referred to in Schedule B-2 and B-4.
- Gross Block Means cost of acquisition of fixed asset. Opening Balance in Gross Block as on the first day of the year represents the closing balance of the Previous year. For instance , the opening balance as on 1 April 2006 shall be equal to the closing asset balance as on 31st March 2006.
- Land includes areas used as and for the purpose of public places such as parks, squares, gardens, lakes, museums, libraries, Godowns etc.
- Buildings include office and works buildings, Commercial buildings, residential, school and college buildings, hospital building, public buildings temporary structures and sheds,etc.
- Roads and bridge include roads and streets, pavements, pathways, bridge, culverts and Subways.
- Sewerage and drainage include sewerage lines, storm-water drainage lines and other similar drainage system.
- Waterworks include water storage tank, water wells, bore wells, water pumping station, water transmission & distribution system etc.  
No depreciation is to be charged on Land.



**Municipal Corporation Dewas (M.P.)  
As On 31.03.2016**

**Schedule B-12 : Investments- General Funds**

Account Code	Particulars	With whom invested	Face Value (Rs.)	Current Year Carrying Cost (Rs.)	Previous Year Carrying Cost (Rs.)
	- Central Govt. Securities - State Govt. Securities - Debentures and Bonds - Preference Shares - Equity Shares - Units of Mutual Funds - Other Investments	(FDR) Nationalised Banks		20,144,482.00	334,927.00
	<b>Total Investments General Fund</b>		-	<b>20,144,482.00</b>	<b>334,927.00</b>

**Municipal Corporation Dewas (M.P.)**  
**As On 31.03.2016**

**Schedule B-13 : Investments- Other Funds**

Account Code	Particulars	With whom invested	Face Value (Rs.)	Current Year Carrying Cost (Rs.)	Previous Year Carrying Cost (Rs.)
	- Central Govt. Securities - State Govt. Securities - Debentures and Bonds - Preference Shares - Equity Shares - Units of Mutual Funds - Other Investments				
	<b>Total Investments Other Fund</b>		-	-	-

**Municipal Corporation Dewas (M.P.)**  
**As On 31.03.2016**

<b>Schedule B-14: Stock in Hand (Inventories)</b>			
<b>Account Code</b>	<b>Particulars</b>	<b>Current Year (Rs) 15-16</b>	<b>Previous Year (Rs.) 14-15</b>
4301000	Stores Loose	5,892,373.00	13,500,587.40
4302000	Loose Tools		
4308000	Others	-	-
	<b>Total Stock in hand</b>	<b>5,892,373.00</b>	<b>13,500,587.40</b>

DEWAS MUNICIPAL CORPORATION, (M.P.)  
As On 31.03.2016



Accounting Code 4310

Schedule B-15 : Sundry Debtors(Receivables)

Account Code	Particulars	Gross Amount (Rs.)	Provision for Outstanding revenues (Rs.)	Net Amount (Rs.)	Previous Year Net Amount (Rs.)
43110	<b>Receivable For Property Taxes</b>				
	Less than 5 year	13,057,099.00	-	13,057,099.00	23,344,738.00
	More than 5year		-	-	-
	Sub Total		-	-	
	Less: State Government				
	Cesses/Levies in Taxes-Control accounts	-	-	-	-
	<b>Net Receivables of Property Taxes</b>	<b>13,057,099.00</b>	<b>-</b>	<b>13,057,099.00</b>	<b>23,344,738.00</b>
43120	<b>Receivable For -Other Taxes</b>			(13,057,099.00)	
	Less than 5 year	87,760,884.00	-	87,760,884.00	44,017,584.00
	More than 5year	-	-	-	-
	Sub Total	87,760,884.00	-	87,760,884.00	
	Less: State Government				
	Cesses/Levies in Taxes-Control accounts	-	-	-	-
	<b>Net Receivable For -Other Taxes</b>	<b>87,760,884.00</b>	<b>-</b>	<b>87,760,884.00</b>	<b>44,017,584.00</b>
43130	<b>Receivable For Water Tax</b>				
	Less than 5 year	73,249,907.00	-	73,249,907.00	51,684,257.00
	More than 5year	-	-	-	-
	Sub Total	73,249,907.00	-	73,249,907.00	51,684,257.00
	Less: State Government				
	Cesses/Levies in Taxes-Control accounts	-	-	-	-
	<b>Net Receivable For Water Tax</b>	<b>73,249,907.00</b>	<b>-</b>	<b>73,249,907.00</b>	<b>51,684,257.00</b>
	<b>Receivable For Lighting Tax</b>				
	Less than 5 year	-	-	-	-
	More than 5year	-	-	-	-
	Sub Total	-	-	-	-
	Less: State Government				
	Cesses/Levies in Taxes-Control accounts	-	-	-	-
	<b>Net Receivable For Lighting Tax</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
43140	<b>Receivables From Other Sources</b>	3,387,824.00			1,503,819.00
	Less than 3 year		-	-	
	More than 3year	-	-	-	-
	Sub Total	-	-	-	
	Less: State Government				
	Cesses/Levies in Taxes-Control accounts	-	-	-	-
	<b>Net Receivables From Other Sources(Rent, Other)</b>	<b>3,387,824.00</b>	<b>-</b>	<b>-</b>	<b>1,503,819.00</b>
	<b>Receivable For fees and User (Water Charges)</b>				
	Less than 3 year		-	-	
	More than 3year	-	-	-	-
	Sub Total	-	-	-	
	<b>Receivable For other Sources (Property )</b>				
	Less than 3 year		-	-	
	More than 3year	-	-	-	-
	Sub Total	-	-	-	
	<b>Receivable For other Sources (Bazar )</b>				
	Less than 3 year	-	-	-	-
	More than 3year	-	-	-	-
	Sub Total	-	-	-	
4313000	<b>Receivable For other Sources ( Tower Rent )</b>				
	Less than 3 year	-	-	-	-
	More than 3year	-	-	-	-
	Sub Total	-	-	-	
4315000	<b>Receivable From Govt.</b>	27,183,560.00	-	27,183,560.00	19,433,025.00
	Sub Total	27,183,560.00	-	27,183,560.00	19,433,025.00
	<b>Total of Sundry Debtors (Receivables)</b>	<b>204,639,274.00</b>	<b>-</b>	<b>201,251,450.00</b>	<b>139,983,423.00</b>

**Municipal Corporation Dewas (M.P.)**  
**As On 31.03.2016**

**Schedule B-16: Prepaid Expenses**

Account Code	Particulars	Current Year (Rs) 15-16	Previous Year (Rs.) 14-15
4401000	Establishment	-	-
4402000	Administrative	-	-
4403000	Operations & Maintenance	390,990.00	342,266.00
	<b>Total Prepaid Expenses</b>	<b>390,990.00</b>	<b>342,266.00</b>

**Municipal Corporation Dewas (M.P.)**  
**As On 31.03.2016**

**Schedule B-17: Cash and Bank Balances**

Account Code	Particulars	Current Year (Rs) 15-16	Previous Year (Rs.) 14-15
4501000	<b>Cash Balance</b>	7,671,739.00	5,819,566.00
4502000	<b>Balance with Bank-Municipal Funds</b>		
4502100	Nationalised Banks	277,580,218.88	273,151,758.52
4502200	Other Schedule Banks	110,111,026.20	143,371,885.51
4502300	Scheduled Co-operative Banks	1,126,771.80	1,128,255.25
4502400	Post Office	-	-
	Sub Total	388,818,016.88	417,651,899.28
4504000	<b>Balance with Bank-Special Funds</b>		
4504101	Nationalised Banks	39,495,832.55	26,247,662.55
4504200	Other Schedule Banks	-	-
4504300	Scheduled Co-operative Banks	-	-
4504400	Post Office	-	-
	Sub Total	39,495,832.55	26,247,662.55
4506000	<b>Balance with Bank-Grant Funds</b>		
4506100	Nationalised Banks	209,977,411.00	203,075,699.00
4506200	Other Schedule Banks	-	-
4506300	Scheduled Co-operative Banks	-	-
4506400	Post Office	-	-
	Sub Total	209,977,411.00	203,075,699.00
	<b>Total Cash and Bank Balances</b>	<b>645,962,999.43</b>	<b>652,794,826.83</b>

**Municipal Corporation Dewas (M.P.)  
As On 31.03.2016**

**Schedule B-18 : Loans, advances, and deposits**

Account Code	Particulars	Opening Balance at the beginning of the year (Rs.)	Paid during the Current year (Rs.)	Recovered during the year (Rs.)	Balance outstanding at the end of the year (Rs.)
4601000	- Loans and advances to employees	3,407,976.00	9,972,815.00	7,000,309.00	6,380,482.00
4602000	- Employee Provident Fund Loans	-	-	-	-
4603000	- Loans to others	-	-	-	-
4604000	- Advance to Suppliers and Contractors	-	-	-	-
4605000	- Advance to others	-	-	-	-
4606000	- Deposit with External Agencies	8,629,363.95	22,415,772.00	31,045,135.95	-
4608000	-Other Current Assets	-	-	-	-
	<b>Sub -Total</b>	<b>12,037,339.95</b>	<b>32,388,587.00</b>	<b>-</b>	<b>6,380,482.00</b>
	Less: Accumulated Provisions against Loans, Advances and Deposits [Schedule B-18 (a)]	-	-	-	-
	<b>Total Loans, advances, and deposits</b>	<b>12,037,339.95</b>	<b>32,388,587.00</b>	<b>-</b>	<b>6,380,482.00</b>

**Schedule B-18 (a): Accumulated Provisions against Loans, Advances, and Deposits**

Account Code	Particulars	Current Year (Rs) 15-16	Previous Year (Rs.) 14-15
4611000	Loans to others	-	-
4612000	Advances	-	-
4613000	Deposits	-	-
	<b>Total Accumulated Provision</b>	<b>-</b>	<b>-</b>

**Municipal Corporation Dewas (M.P.)  
As On 31.03.2016**

**Schedule B-19: Other Assets**

Account Code	Particulars	Current Year (Rs) 15-16	Previous Year (Rs.) 14-15
4701000	Deposits Works	-	-
4703000	Other asset control accounts	-	-
	<b>Total Other Assets</b>	-	-

**Municipal Corporation Dewas (M.P.)  
As On 31.03.2016**

**Schedule B-20: Miscellaneous Expenditure (to the extent not written off)**

0

Account Code	Particulars	Current Year (Rs) 15-16	Previous Year (Rs.) 14-15
4801000	Loan Issue Expenses	-	-
4802000	Deferred Discount on Issue of Loan	-	-
	Deferred Revenue Expenses	-	-
4803000	others	-	-
	<b>Total Miscellaneous Assets</b>	-	-



# Dewas Municipal Corporation

## Income & Expenditure Account



For the Year Period from 1st April 2015 to 31st March 2016

Accounts Codes	Item / Head of Account	Schedule No.	Current Year (₹) 2015-16	Previous Year (₹) 2014-15
<b>A</b>	<b><u>Income</u></b>			
110	Tax Revenue	IE-1	92,141,783.00	136,827,938.00
120	Assigned Revenues & Compensation	IE-2	398,855,406.00	319,964,727.00
130	Rental Income from Municipal Properties	IE-3	17,851,612.00	15,287,891.00
140	Fees & User Charges	IE-4	77,041,930.00	95,091,150.00
150	Sale & Hire Charges	IE-5	4,459,306.00	5,377,021.00
160	Revenue Grants, Contributions & Subsidies	IE-6	283,707,907.00	181,436,726.00
170	Income from Investments	IE-7	8,052,320.00	25,285.00
171	Interest Earned	IE-8	5,245,498.00	3,869,959.85
180	Other Income	IE-9	375,636.00	1,932,722.00
	<b>Total - Income</b>		<b>887,731,398.00</b>	<b>759,813,419.85</b>
<b>B</b>	<b><u>Expenditure</u></b>			
210	Establishment Expenses	IE-10	369,988,402.00	341,348,091.00
220	Administrative Expenses	IE-11	62,250,500.40	59,304,266.50
230	Operations & Maintenance	IE-12	219,794,902.00	234,507,924.10
240	Interest & Finance Expenses	IE-13	22,819,724.15	32,859,594.40
250	Programme Expenses	IE-14	197,800.00	771,697.00
260	Revenue Grants, Contributions & Subsidies	IE-15	-	-
271	Provisions & Write off	IE-16	-	-
260	Miscellaneous Expenses	IE-17	-	-
272	Depreciation	Annex	176,947,615.00	167,059,509.65
	<b>Total - Expenditure</b>		<b>851,998,943.55</b>	<b>835,851,082.65</b>
<b>C</b>	<b>Gross Surplus/(Deficit) of Income over Expenditure before Prior Period Items (A-B)</b>		<b>35,732,454.45</b>	<b>(76,037,662.80)</b>
<b>D</b>	Add/ Less : Prior Period Items(Net)	IE-18	29,663,799.50	-
<b>E</b>	<b>Gross Surplus/(Deficit) of Income over Expenditure after Prior Period Items (C-D)</b>		<b>65,396,253.95</b>	<b>(76,037,662.80)</b>
<b>F</b>	<b>Less: Transfer to Reserve Funds (5% of Total Income)</b>		-	-
<b>G</b>	<b>Net Balance being Surplus/(Deficit) of Income over Expenditure carried over to Municipal Fund (E-F)</b>		<b>65,396,253.95</b>	<b>(76,037,662.80)</b>

<b>Schedule IE-1: Tax Revenue</b>			
<b>Account code</b>	<b>Particulars</b>	<b>Current Year (₹) 2015-16</b>	<b>Previous Year (₹) 2014-15</b>
11001	Property Tax	54,141,559.00	55,947,711.00
11002	Water Tax	-	50,400,000.00
11003	Sewerage Tax	172,469.00	-
11004	Conservancy Tax	-	-
11005	Lighting Tax	-	-
11006	Education Tax	13,535,389.00	-
11007	Vehicle tax	-	-
11008	Tax on Animals	-	-
11009	Electricity Tax	-	-
11010	Professional Tax	-	-
11011	Advertisement Tax	55,000.00	294,050.00
11012	Pilgrimage Tax	-	-
11013	Export Tax	-	-
11080	Cess & Other Taxes	24,237,366.00	30,186,167.00
1190	Tax Remission & Funds	-	10.00
	<b>Sub Total</b>	<b>92,141,783.00</b>	<b>136,827,938.00</b>
11090	Less: Tax Remissions and Refund	-	-
	[Schedule IE- 1 (a)]		
	<b>Sub-total</b>	<b>-</b>	<b>-</b>
	<b>Total Tax Revenue</b>	<b>92,141,783.00</b>	<b>136,827,938.00</b>

Schedule IE-1 (a) Remission and Refund of Taxes					
Account code	Particulars	Current Year (₹) 2015-16	Previous Year (₹) 2014-15		
	Property Taxes	-	-		
	Octroi & Toll	-	-		
1109011	Cess Income	-	-		
	Advertisement Tax	-	-		
	Others	-	-		
	Total refund and remission of tax revenues	-	-		s

## Schedule IE-2: Assigned Revenues & Compensation

<b>Account code</b>	<b>Particulars</b>	<b>Current Year (₹) 2015-16</b>	<b>Previous Year (₹) 2014-15</b>
12010	Taxes and Duties Collected by Others	59,829,507.00	42,627,991.00
12020	Compensation in lieu of Taxes / Duties	339,025,899.00	277,336,736.00
12030	Compensations in lieu of Concessions	-	-
	<b>Total Assigned Revenues &amp; Compensation</b>	<b>398,855,406.00</b>	<b>319,964,727.00</b>

## Schedule IE-3: Rental Income from Municipal Properties

Account code	Particulars	Current Year (₹) 2015-16	Previous Year (₹) 2014-15
13010	Rent from Civic Amenities	15,823,800.00	13,086,152.00
13020	Rent from Office Buildings	-	-
13030	Rent from Guest Houses		38,380.00
13040	Rent from Lease of Lands	1,897,584.00	2,163,359.00
13080	Other Rents	130,228.00	-
	Sub-total	17,851,612.00	15,287,891.00
	Less: Rent Remission and Refunds	-	-
	Sub-total	-	-
	Total Rental Income from Municipal Properties	17,851,612.00	15,287,891.00

**Schedule IE- 4: Fees & User Charges - Income Head-Wise**

<b>Account code</b>	<b>Particulars</b>	<b>Current Year (₹) 2015-16</b>	<b>Previous Year (₹) 2014-15</b>
14010	Empanelment & Registration Charges	84,760.00	485,480.00
14011	Licensing Fees	2,012,698.00	2,141,698.00
14012	Fees for Grant of Permit	1,527,058.00	1,833,210.00
14013	Fees for Certificate or Extract	88,221.00	23,454.00
14014	Development Charges	4,321,624.00	76,279,692.00
14015	Regularization Fees	13,900.00	42,590.00
14020	Penalties and Fines	2,643,334.00	2,453,973.00
14040	Other Fees	8,100,661.00	10,301,230.00
14050	User Charges	55,165,160.00	214,174.00
14060	Entry Fees	57,650.00	-
14070	Service / Administrative Charges	652,350.00	1,315,649.00
14080	Other Charges	2,374,514.00	-
	<b>Sub-Total</b>	<b>77,041,930.00</b>	<b>95,091,150.00</b>
14090	Less: Rent Remission and Refunds	-	-
	<b>Sub-total</b>	<b>-</b>	<b>-</b>
	<b>Total Income from Fees &amp; User Charges</b>	<b>77,041,930.00</b>	<b>95,091,150.00</b>

### Schedule IE-5: Sale & Hire Charges

Account code	Particulars	Current Year (₹) 2015-16	Previous Year (₹) 2014-15
15010	Sale of Products	8,035.00	551,275.00
15011	Sale of Forms & Publications	4,242,355.00	4,658,897.00
15012	Sale of stores & scrap	108,560.00	166,849.00
15030	Sale of Others	-	-
15040	Hire Charges for Vehicles	17,156.00	-
15041	Hire Charges for Equipment	83,200.00	-
	Total Income from Sale & Hire charges - Income Head-wise	4,459,306.00	5,377,021.00

**Schedule IE-6: Revenue Grants, Contributions & Subsidies**

<b>Account code</b>	<b>Particulars</b>	<b>Current Year (') 2015-16</b>	<b>Previous Year (') 2014-15</b>
16010	Revenue Grant	103,917,920.00	181,436,726.00
16010	Re-imburement of Expenses	-	-
1601091	Grant Revenue-Dep on Grant Assets	179,789,987.00	-
	Total Revenue Grants, Contributions & Subsidies	283,707,907.00	181,436,726.00



**Schedule IE-7: Income from Investments - General Fund**

<b>Account code</b>	<b>Particulars</b>	<b>Current Year (₹) 2015-16</b>	<b>Previous Year (₹) 2014-15</b>
17010	Interest on Investments	8,052,320.00	25,285.00
17020	Dividend	-	-
17030	Income from projects taken up on commercial basis	-	-
17040	Profit in Sale of Investments	-	-
17080	Others	-	-
	<b>Total Income from Investments</b>	<b>8,052,320.00</b>	<b>25,285.00</b>

### Schedule IE- 8: Interest Earned

<b>Account code</b>	<b>Particulars</b>	<b>Current Year (₹) 2015-16</b>	<b>Previous Year (₹) 2014-15</b>
1711	Interest from Bank Accounts	5,162,310.00	3,869,959.85
1712	Interest on Loans and Advances to Employees	-	-
1713	Interest on Loans to others	-	-
1718	Other Interest	83,188.00	-
	<b>Total - Interest Earned</b>	<b>5,245,498.00</b>	<b>3,869,959.85</b>

**Schedule IE- 9: Other Income**

<b>Account code</b>	<b>Particulars</b>	<b>Current Year (₹) 2015-16</b>	<b>Previous Year (₹) 2014-15</b>
1800	Deposits Forfeited	-	1,721,562.00
18011	Lapsed Deposits	-	-
18020	Insurance Claim Recovery	-	-
18030	Profit on Disposal of Fixed Assets	-	-
18040	Recovery from Employees	296,790.00	162,603.00
18050	Unclaimed Refund/ Liabilities	-	-
18060	Excess Provisions Written Back	-	-
18080	Miscellaneous Income	78,846.00	48,557.00
	<b>Total Other Income</b>	<b>375,636.00</b>	<b>1,932,722.00</b>

**Schedule IE-10: Establishment Expenses**

<b>Account code</b>	<b>Particulars</b>	<b>Current Year (₹) 2015-16</b>	<b>Previous Year (₹) 2014-15</b>
21010	Salaries, Wages and Bonus	287,095,957.00	260,385,905.00
21020	Benefits and Allowances	6,446,557.00	9,668,691.00
21030	Pension	63,837,673.00	49,300,350.00
21040	Other Terminal & Retirement Benefits	12,608,215.00	21,993,145.00
	<b>Total Establishment Expenses</b>	<b>369,988,402.00</b>	<b>341,348,091.00</b>

**Schedule IE-11: Administrative Expenses**

<b>Account Code</b>	<b>Particulars</b>	<b>Current Year (₹) 2015-16</b>	<b>Previous Year (₹) 2014-15</b>
22010	Rent, Rates and Taxes	-	-
22011	Office Maintenance	-	-
22012	Communication Expenses	1,048,262.00	713,560.00
22020	Books & Periodicals	209,272.00	209,168.00
22021	Printing and Stationery	6,156,255.40	4,493,157.00
22030	Travelling & Conveyance	15,882,420.00	18,980,424.00
22040	Insurance	590,993.00	296,107.50
22050	Audit Fees	5,400,000.00	4,500,000.00
22051	Legal Expenses	3,184,064.00	916,134.00
22052	Professional and Other Fees	1,959,741.00	13,305,846.00
22060	Advertisement and Publicity	12,273,311.00	9,549,104.00
22061	Membership & subscriptions	150,000.00	-
22080	Other Administrative Expenses	15,396,182.00	6,340,766.00
	<b>Total Administrative Expenses</b>	<b>62,250,500.40</b>	<b>59,304,266.50</b>

**Schedule IE-12: Operations & Maintenance**

<b>Account code</b>	<b>Particulars</b>	<b>Current Year (₹) 2015-16</b>	<b>Previous Year (₹) 2014-15</b>
23010	Power & Fuel	66,546,307.00	53,117,207.00
23020	Bulk Purchases	74,181,949.00	31,866,340.00
23030	Consumption of Stores	-	11,460,655.10
23040	Hire Charges	9,422,010.00	8,393,774.00
23050	Repairs & Maintenance - Infrastructure Assets	33,732,265.00	60,278,040.00
23051	Repairs & Maintenance - Civic Amenities	9,438,809.00	6,851,974.00
23052	Repairs & Maintenance - Buildings	7,303,903.00	3,411,531.00
23053	Repairs & Maintenance - Vehicles	11,385,316.00	6,083,971.00
23054	Repairs & Maintenance - Equipments	206,400.00	21,486.00
23055	Repairs & Maintenance - Furniture	80,930.00	854,358.00
23056	Repairs & Maintenance - Electrical	3,376,437.00	33,085,692.00
23059	Repairs & Maintenance - Others	-	18,400.00
23080	Other Operating & Maintenance Expenses	4,120,576.00	19,064,496.00
	<b>Total Operations &amp; Maintenance</b>	<b>219,794,902.00</b>	<b>234,507,924.10</b>

**Schedule IE-13: Interest & Finance Charges**

<b>Account code</b>	<b>Particulars</b>	<b>Current Year ( ) 2015-16</b>	<b>Previous Year ( ) 2014-15</b>
24010	Interest on Loans from Central Government	-	-
24020	Interest on Loans from State Government	-	-
24030	Interest on Loans from Government Bodies & Associations	-	-
24040	Interest on Loans from International Agencies	-	-
24050	Interest on Loans from Banks & Other Financial Institutions	22,817,033.00	32,849,715.00
24060	Other Interest	-	-
24070	Bank Charges	2,691.15	9,879.40
24080	Other Finance Expenses	-	-
	<b>Total Interest &amp; Finance Charges</b>	<b>22,819,724.15</b>	<b>32,859,594.40</b>

**Schedule IE-14: Programme Expenses**

<b>Account code</b>	<b>Particulars</b>	<b>Current Year (₹) 2015-16</b>	<b>Previous Year (₹) 2014-15</b>
25010	Election Expenses	197,800.00	771,697.00
25020	Own Programs	-	-
25030	Share in Programs of Others	-	-
	<b>Total Programme Expenses</b>	<b>197,800.00</b>	<b>771,697.00</b>



**Schedule IE-15: Revenue Grants, Contributions & Subsidies**

<b>Account code</b>	<b>Particulars</b>	<b>Current Year (₹) 2015-16</b>	<b>Previous Year (₹) 2014-15</b>
26010	Grants	-	-
26020	Contributions [Public]	-	-
26030	Subsidies [specify details]	-	-
	Total Revenue Grants, Contributions & Subsidies	-	-

**Schedule IE-16: Provisions & Write off**

<b>Account code</b>	<b>Particulars</b>	<b>Current Year (₹) 2015-16</b>	<b>Previous Year (₹) 2014-15</b>
27010	Provisions for Doubtful Receivables	-	-
27020	Provision for Other Assets	-	-
27030	Revenues Written Off	-	-
27040	Assets Written Off	-	-
27050	Miscellaneous Expense Written Off	-	-
	<b>Total Provisions &amp; Write off</b>	-	-

**Schedule IE-17: Miscellaneous Expenses**

<b>Account code</b>	<b>Particulars</b>	<b>Current Year ( ) 2015-16</b>	<b>Previous Year ( ) 2014-15</b>
27011	Loss on Disposal of Assets	-	-
27012	Loss on Disposal of Investments	-	-
27018	Other Miscellaneous Expenses		
	<b>Total Miscellaneous Expenses</b>	-	-

Schedule IE-18: Prior Period Items (Net)

Account code	Particulars	Current Year (') 2015-16	Previous Year (') 2014-15
	<u>Income</u>		
18010	Taxes Other - Revenues	28,977,023.50	-
18530	Recovery of Revenues Written Off	-	-
18540	Other Income	686,776.00	-
	Sub - Total Income (a)	29,663,799.50	-
	<u>Expenses</u>		
28550	Refund of Taxes	-	-
28560	Refund of Other Revenues	-	-
28580	Other Expenses	-	-
	Sub - Total Income (b)	-	-
	Total Prior Period (Net) (a-b)	29,663,799.50	-

# MUNICIPAL CORPORATION DEWAS

## CASH FLOW STATEMENT

**TABLE 3:**

**STATEMENT OF CASH FLOW**

As at 31 March 2016

PARTICULARS	PREVIOUS YEAR (')		CURRENT YEAR (')	
<b>[A] Cash flows from operating activities</b>				
Gross Surplus / (Deficit) over expenditure		(76,037,662.80)		65,396,253.95
<b>Add: Adjustments for</b>				
Depreciation	167059509.65		176,947,615.00	
Transfer to Reserve Fund			161,916,186.00	
Adjustment made to Municipal Fund	(20,782,066.09)		168,987,682.66	
Interest & finance expenses	32859594.40		22,819,724.15	
Provisions	-	179,137,037.96	-	530,671,207.81
<b>Less: Adjustments for</b>				
Depreciation Amt adjustment made to M F			58,784,267.00	
Profit on disposal of assets				
Dividend income				
Investment income	25,285.00		8,052,320.00	
Interest income received	1,932,722.00	1,958,007.00	5,245,498.00	72,082,085.00
<b>Adjusted income over expenditure before effecting charges in current assets and current liabilities and extra ordinary items</b>		<b>101,141,368.16</b>		<b>523,985,376.76</b>
<b>Changes in current assets and current liabilities</b>				
(Increase) / Decrease in Sundry debtors	(5,205,401.50)		(64,655,851.00)	
(Increase) / Decrease in Stock in hand	(1,420,644.90)		7,608,214.40	
(Increase) / Decrease in Prepaid expenses	(240,458.50)		(48,724.00)	
(Increase) / Decrease in Other Current assets	(2,339,854.00)	(9,206,358.90)	5,656,857.95	(51,439,502.65)
(Decrease) / Increase in Deposits received	2,565,579.00		(84,634,727.00)	
(Decrease) / Increase in Deposits works	2,718,885.00		(2,797,920.00)	
(Decrease) / Increase in Other current liabilities	31,950,490.00		(43,031,821.57)	
(Decrease) / Increase in Provisions	(7,462,514.00)		23,688,847.00	
Extra ordinary items (please specify)		29,772,440.00	-	(106,775,621.57)
<b>Net cash generated from / (used in) operating activities [A]</b>		<b>121,707,449.26</b>		<b>365,770,252.54</b>
<b>[B] Cash flows from investing activities</b>				
(Purchase) of Fixed Assets & CWIP	(422,795,639.00)		(456,496,419.00)	
(Increase) / Decrease in Special funds/grants	499,989,172.00		141,401,511.21	
(Increase) / Decrease in Earmarked funds	1,415,974.00		1,326,542.00	
(Purchase) of Investments			(19,809,555.00)	
(Increase) / Decrease in Grant against Fixed Asset	(14,758,912.00)	63,850,595.00	-	(333,577,920.79)
<b>Add:</b>				
Proceeds from disposal of assets				
Investment income received	25,285.00		8,052,320.00	
Interest income received	1,932,722.00	2074235.09	5,245,498.00	13297818.00
Proceeds from disposal of investments	116228.09			
<b>Net cash generated from/ (used in) investing activities [B]</b>		<b>65,924,830.09</b>		<b>(320,280,102.79)</b>
<b>[C] Cash flows from financing activities</b>				
<b>Add:</b>				
Loans from banks/others received	78,123,347.00	78,123,347.00	(29,502,253.00)	(29,502,253.00)
<b>Less:</b>				
Interest & Finance Expenses	32,859,594.40	32,859,594.40	22,819,724.15	22,819,724.15

# MUNICIPAL CORPORATION DEWAS

## CASH FLOW STATEMENT

TABLE 3:

### STATEMENT OF CASH FLOW

As at 31 March 2016

PARTICULARS	PREVIOUS YEAR (')		CURRENT YEAR (')	
Loans repaid during the period				
Loans & advances to employees (Repaid during the year)				
Loans to others Finance expenses				
<b>Net cash generated from (used in) financing activities [C]</b>		<b>45,263,752.60</b>		<b>(52,321,977.15)</b>
<b>Net increase/ (decrease) in cash and cash equivalents (A + B + C)</b>		<b>232,896,031.95</b>		<b>(6,831,827.40)</b>
<b>Cash and cash equivalents at beginning of period</b>		<b>419,898,794.88</b>		<b>652,794,826.83</b>
<b>Cash and cash equivalents at end of period</b>		<b>652,794,826.83</b>		<b>645,962,999.43</b>
Cash and Cash equivalents at the end of the year comprises of the				
* Cash Balances	5,819,566.00		7,671,739.00	
* Bank Balances	646,975,260.83		638,291,260.43	
* Scheduled co-operative banks				
* Balances with Post offices				
* Balances with other banks				
<b>Total of the breakup of cash and cash equivalents</b>	<b>652,794,826.83</b>		<b>645,962,999.43</b>	

## MUNICIPAL CORPORATION DEWAS

### RECEIPT AND PAYMENT ACCOUNT

(FOR THE PERIOD FROM 01.04.2015 TO 31.03.2016)

HEAD OF ACCOUNT	Schedules	Current Year	Previous Year	HEAD OF ACCOUNT	Schedules	Current Year	Previous Year
<b>Opening Balances</b>							
Cash Balances (Including Imprest)		5,819,566.00					
Balances with Banks		646,975,260.83	419,898,794.88				
<b>OPERATING RECEIPTS</b>				<b>OPERATING PAYMENTS</b>			
Tax Revenue	RP - 1	1,905,852.00	354,535.00	Establishment Expenses	RP - 10	10,813,342.00	13,020,227.00
Assigned Revenues And Compensation	RP - 2	307,788,502.00	238,505,779.00	Administrative Expenses	RP - 11	1,625,779.00	141,016.00
Rental Income From Municipal Properties	RP - 3	6,871,593.00	8,993,155.00	Operations And Maintainance	RP - 12	4,913,889.00	332,482.00
Fees And User Charges	RP - 4	22,398,430.00	95,493,579.00	Interest And Finance Charges	RP - 13	22,465,728.15	18,472,551.40
Sales And Hire Charges	RP - 5	4,351,550.00	5,377,021.00	Programme Expenses	RP - 14	-	-
Revenue Grants, Contibution And Subsidies	RP - 6	-	1,484,500.00	Revenue Grants, Contribution And Subsidies	RP - 15	-	-
Income From Investments	RP - 7	7,158,462.00	-	Purchase of Stores	RP - 16	-	-
Interest Earned	RP - 8	5,162,310.00	3,722,841.85	Prior-Period Expenses (Net)	RP - 17	-	-
Other Income	RP - 9	20,298.00	1,721,562.00				
<b>NON-OPERATING RECEIPTS</b>				<b>NON-OPERATING PAYMENTS</b>			
Loans Received	RP - 18	-	34,500,000.00	Other Payables - Sundry Creditors	RP - 24	997,741,349.75	888,156,938.00
Deposits Received	RP - 19	1,158,663.00	384,300.00	Earmarked Funds	RP - 25	5,779,235.00	2,353,990
Grant and Contribution for Specific Purposes	RP - 20	621,215,088.00	724,083,983.00	Acquisition / Purchase of Fixed Assets	RP - 26	-	59,469,172.00
Earmarked Funds	RP - 21	10,303,932.00	10,322,729.00	Capital Work in Progress		-	-
Realisation of Investment- Special Fund		-		Grant and Contribution for Specific Purposes	RP - 27	13,759,060.00	8,483,400
Realisation of Investment- General Fund		387,027,309.00		Repayment of Loans		31,232,388.00	36,566,744.00
Deposit Works	RP - 22	6,579,220.00	3,997,500.00	Loans & Advances to Employees (Net)		9,929,303.00	6,049,643.00
Sundry Creditors		-	5,150,460.00	Loans and Advances to Contractors (Net)		-	-
Municipal Funds		-	14,714.00	Loans and Advances to Others (Net)		-	-
Realisation of Sundry Debtors	RP - 23	126,017,502.50	140,782,566.50	Investment - Special Fund		-	-
Other Payments - Provisions		1,981,454.00		Investment - General Fund		406,836,864.00	
				Deposits Received		11,674,573.00	8,947,030.00
				Other Payments - Provisions		482.00	-
							-
				<b>Closing Balances</b>			-
				Cash Balances (Including Imprest)		7,671,739.00	5,819,566.00
				Balances with Banks / Treasury		638,291,260.43	646,975,260.83
<b>TOTAL</b>		<b>2,162,734,992.33</b>	<b>1,694,788,020.23</b>	<b>TOTAL</b>		<b>2,162,734,992.33</b>	<b>1,694,788,020.23</b>

# MUNICIPAL CORPORATION DEWAS

## FINANCIAL PERFORMANCE INDICATORS

FOR THE FINANCIAL YEAR 2015-16

Sr. No.	Particulars	Current Year	Previous Year
<b>A</b>	<b>Income Ratios</b>		
1	Tax Revenue to Total Income Ratio... (%)	16.53	18.01
2	Property & Other Taxes to Total Income Ratio... (%)	6.10	7.36
3	Octroi/Cess to Total Income Ratio... (%)	38.19	36.50
4	Assigned Revenues & Compensations to Total Income Ratio (%)	44.93	42.11
5	Rental Income from Municipal Properties to Total Income Ratio (%)	2.01	2.01
6	Fees & User Charges to Total Income Ratio... (%)	2.52	12.52
7	Revenue Grants, Contributions & Subsidies to Total Income Ratio (%)	31.96	23.88
<b>B</b>	<b>Expense Ratios</b>		
8	Establishment Expenses to Total Income Ratio... (%)	41.68	44.93
9	Administrative Expenses to Total Income Ratio... (%)	7.01	7.81
10	Operations & Maintenance to Total Income Ratio... (%)	24.76	30.86
11	Interest Expense to Total Income Ratio... (%)	2.57	4.32
<b>C</b>	<b>Net Income Ratios</b>		
12	Cash Surplus / Deficit to Total Income Ratio... (%)	7.37	(10.01)
<b>D</b>	<b>Efficiency Ratios</b>		
13	Gross Property Tax Receivables Ratio... (No. of Days)	-	-
14	Gross Cess Receivables Ratio... (No. of Days)	-	-
15	Property Tax Receivable to Property Tax Income Ratio (%)	26.46	39.98
16	Cess Receivable to Cess Income Ratio (%)	-	-
17	Operations & Maintenance to Gross Fixed Assets Ratio (%)	14.15	15.10
18	Interest Expense to Loans Ratio... (%)	13.85	11.79
<b>E</b>	<b>Leverage Ratios</b>		
19	Loans to Reserves Ratio or Debt-Equity Ratio... (times)	14.28	100.00
20	Interest Coverage Ratio... (times)	2.87	-2.31
21	Debt Service Coverage Ratio... (times)	0.32	-0.27
<b>F</b>	<b>Investment Ratios</b>		
22	Earmarked Fund Investments to Earmarked Funds Ratio (%)	-	-
23	Interest on Investments Ratio... (%)	35.29	0.08
<b>G</b>	<b>Liquidity Ratio</b>		
24	Current Assets to Current Liabilities Ratio... (times)	4.27	2.68
<b>H</b>	<b>Asset Ratios</b>		
25	Fixed Assets to Total Assets Ratio... (%)	95.16	68.58
<b>I</b>	<b>Performance Ratios</b>		
26	Income per Employee... (Rs.)	1,393,612.87	1,192,799.72
27	Expenditure per Employee... (Rs.)	1,312,168.10	1,312,168.10
28	Income per Citizen... (Rs.)	-	-
29	Expenditure per Citizen... (Rs.)	-	-