



INDEPENDENT AUDITOR'S REPORT

To the member of **Nagar Parishad, Nagaur**

We have audited the accompanying financial statements of **Nagar Parishad, Nagaur**, which comprise the Balance Sheet as at **March 31, 2015** and the Income and Expenditure Account for the year ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the **Nagar Parishad** in accordance with the Rajasthan Municipal Accounts Manual. This responsibility includes the design, implementation and maintenance of internal control relevant to the preparation of the financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the **Nagar Parishad's** preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the **Nagar Parishad's** internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by management, as well as evaluating the overall presentation of the financial statements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Basis for Qualified Opinion

I. We invite attention to:

1. Fixed Asset

- *As per Rajasthan Municipal Accounts manual "Depreciation on the fixed assets shall be provided on straight line method uniformly on all assets having useful life of more than one year with respect to prescribed rates of depreciation guided by the Income tax Act, 1961 and rules subject to 95 % of their book value (cost less residual value 5%). However the Nagar Parishad of Nagaur, has not charged depreciation as per manual and due to Voluminous, incompleteness of data and non maintenance of fixed asset register, the actual depreciation as per manual could not be quantified. So the Impact of the same on Income & Expenditure a/c is uncertainable.*

Offices :

- 74-76, Gayatri Chambers, RC Dutt Road, Near Railway Station, Alkapuri, Vadodara, Gujarat-390005
Phone : 0265-2331056, 2334365 | bapnasc@gmail.com
- 501, 5th Floor, Arcadia, Nariman Point, Mumbai, Maharashtra-400021 Phone: 022-22845755, 099209 14577
- 179, Sector No 3, Hiran Magri, Udaipur, Rajasthan-313001



2. **Provisions, Contingent Liabilities and Contingent Assets :**

- *The Nagar Parishad has not made any Provision regarding Audit Fees, Accounting Fees & some other heads. Contingent Liabilities are not disclosed in the notes.*

3. **Party wise details:**

- *The Nagar Parishad has not made accounting entries of Earnest Money and Security Deposits party Wise , because of that we are unable to find out or reconcile the party wise receipts and refunds .In this case there may be a chances that Nagar Parishad has paid excess refund to some parties.*

Qualified opinion

In our opinion and to the best of our information and according to the explanations given to us, *except for the effects of the matters described in the Basis for Qualified Opinion mentioned above* the financial statements give a true and fair view in conformity with the Rajasthan Municipal Accounts Manual:

- in the case of the Balance Sheet, of the state of affairs of the **Nagar Parishad** as at **March 31, 2015** and
- in the case of the Income and Expenditure Account, of the excess of expenditure over income for the year ended on that date;

We further report that:

- we have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit;
- in our opinion proper books of account as required by law have been kept by the **Nagar Parishad** so far as appears from our examination of those books;
- the Balance Sheet and Income and Expenditure Account, dealt with by this Report are in agreement with the books of account;
- in our opinion, the Balance Sheet and Income and Expenditure Account comply with the Rajasthan Municipal Accounts Manual;

A statement on additional matters is given in the **Annexure "A"**

Place: Jaipur
Date: 08.03.2017

For S.C.Bapna & Associates
Chartered Accountants

Sai J.P. Gupta
(CA J.P Gupta)
(Partner)
M No. 088903
FRN No.115649W

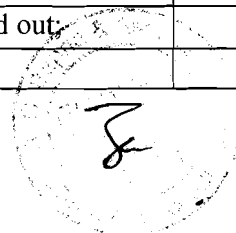
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Nagar Parishad, Nagaur

Annexure "A" - Additional matters to be reported by the financial statements auditor

1. Whether all sums due to and received by the Nagar Parishad have been brought to account and have been appropriately classified;	Accounting is as per cash book maintained by ULB
2. Whether all grants sanctioned or received by the Nagar Parishad during the year, have been accounted properly, and where any deduction is made out of such grants towards any dues of the Nagar Parishad whether such deductions have been properly accounted;	Accounting is as per cash book maintained by ULB
3. Whether any Earmarked Funds have been created as per the provision of any statute and, if so, whether such Earmarked Funds have been utilized for the purposes for which they were created;	Yes
4. Whether the Nagar Parishad is maintaining proper records showing full particulars, including quantitative details and situation of fixed assets; whether these fixed assets have been physically verified at reasonable intervals; whether any material discrepancies were noticed on such verification and if so, whether the same has been properly dealt with in the books of account;	No
5. Whether in case of leasehold property given by the Nagar Parishad, whether lease rentals are collected regularly by the Nagar Parishad and that the lease agreements are renewed after their expiry;	No Complete details not Maintained
6. Whether physical verification has been conducted by the Nagar Parishad at reasonable intervals in respect of stores; Whether the procedures of physical verification of stores followed by the Nagar Parishad are reasonable and adequate if not, state the inadequacies in such procedures; Whether any material discrepancies have been noticed on physical verification of stores as compared to stores records, and if so, whether the same have been properly dealt with in the books of account;	No. There is no procedure for physical verification
7. Whether the parties to whom loans or advances have been given by the Nagar Parishad are repaying the principal amounts as stipulated and are also regular in payment of the interest and if not, whether reasonable steps have been taken by the Nagar Parishad for recovery of the principal and interest;	No Complete details not Maintained
8. Whether advances given to municipal employees and interest thereon are being regularly recovered;	No Complete details not Maintained
9. Whether there exists an adequate internal control procedure for the purchase of stores, fixed assets and services	No
10. Whether there exists an adequate internal control procedure for the contracting of works and projects, periodic inspections and measurements, quality checks and payments there for	No
11. Whether the Nagar Parishad is regular in depositing statutory dues including tax deducted at source, works contract tax, cess payable to the Government, ESI, PF etc., and if not, the nature and cause of such delay and the amount not deposited;	No
12. Whether any personal expenses have been charged to the Nagar Parishad's accounts; if so, the details thereof;	No
13. Whether the books and registers specified under the Rajasthan Municipal Accounts Manual and other applicable acts and rules have been properly maintained; whether Bank Reconciliation statements have been properly prepared for all the bank accounts of the Nagar Parishad;	No
14. Whether the year-end and reconciliation procedures have been carried out;	No
15. Whether the Municipality has followed the accrual Concept;	No



NAGOUR NAGAR PARISHAD
BALANCE SHEET AS AT 31.03.2015

PARTICULARS	Schedule	As At 31 March 2015	As At 31 March 2014
LIABILITIES			
RESERVE & SURPLUS			
Municipal (General) Fund	1	184,706,607.80	181,144,481.80
Total of Reserve & Surplus (A)		184,706,607.80	181,144,481.80
CURRENT LIABILITIES & PROVISIONS			
Sundry Deposits	2	23,277,692.00	16,925,746.00
Sundry Creditors	3	196,000.00	196,000.00
Statutory Liabilities	4	45,173,402.00	41,849,096.00
Other Liabilities	5	11,660.00	15,876.00
Total Current Liabilities and Provisions (B)		68,658,754.00	58,986,718.00
TOTAL LIABILITIES (A+B)		253,365,361.80	240,131,199.80
ASSETS			
FIXED ASSETS			
Gross Block	6	31,146,513.00	24,191,291.00
Net Block		31,146,513.00	24,191,291.00
Capital Work In Process	7	138,682,815.00	106,884,513.00
Total Fixed Assets (A)		169,829,328.00	131,075,804.00
CURRENT ASSETS, LOAN & ADVANCES			
Cash & Bank Balances	8	81,719,161.80	107,142,423.00
Loans, Advances & Deposits	9	1,816,872.00	1,912,972.80
Total Current Assets, Loans & Advances (B)		83,536,033.80	109,055,395.80
TOTAL ASSETS(A+B)		253,365,361.80	240,131,199.80

Other notes forming part of Financial Statements

Significant Accounting Policies

As per our Report of even date attached

For S.C.Bapna & Associates
Chartered Accountants
Sai Prakash Gupta
(CA J.P Gupta)
Partner
M.No.88903
FRN : 115649W
Date: 08.03.2017
Place:Jaipur

For & on behalf of Board of Directors

K.R. Jha
(Chairman)
सभापति
नगर परिषद, नागौर

J.P. Gupta
(Commissioner)
अधीक्षक
नगर परिषद, नागौर

NAGOUR NAGAR PARISHAD
STATEMENT OF INCOME & EXPENDITURE ACCOUNT FOR THE YEAR ENDED ON 31
MARCH 2015

PARTICULARS	Schedule	For the Year Ended 31.03.2015 (Amount in Rs.)	For the Year Ended 31.03.2014 (Amount in Rs.)
INCOME			
Income From Taxes	10	179,371.00	43,346.00
Assigned Compensations	11	114,696,479.00	127,680,023.00
Rental Income from Municipal Properties	12	5,606,994.00	6,080,905.00
Fees and User Charges	13	54,648,729.00	79,969,076.00
Income from Corporation Assets and Investment	14	3,148,774.00	4,750,630.00
Miscellaneous Income	15	30,157,614.00	51,208,997.00
Total Income		208,437,961.00	269,732,977.00
EXPENDITURE			
Establishment Expenses	16	85,876,629.00	82,321,548.00
General Administrative Expenses	17	26,962,426.00	40,572,635.00
Public Works	18	52,020,200.00	32,504,561.00
Miscellaneous Expenses	19	40,016,580.00	76,036,424.00
Total Expenditure		204,875,835.00	231,435,168.00
Surplus\ Deficit before adjustment of prior period items and Depreciation		3,562,126.00	38,297,809.00
Less; Prior Period Items			
Less: Prior Period adjustment of Depreciation			
NET SURPLUS\ DEFICIT		3,562,126.00	38,297,809.00

Other notes forming part of Financial Statements
Significant Accounting Policies

As per our Report of even date attached

For S.C.Bapna & Associates

Chartered Accountants


(CA J.P Gupta)

Partner

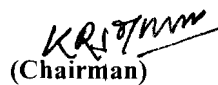
M.No.88903

FRN : 115649W

Date: 08.03.2017

Place:Jaipur

For & on behalf of Board of Directors


(Chairman)


(Commissioner)

सभापति
नगर परिषद, नागौर

उपसभापति
नगर परिषद, नागौर

NAGAUR NAGAR PARISHAD

Notes on Financial Statements for the year ended 31st March, 2015

Particulars	For the period ending on 31.03.2015	For the period ending on 31.03.2014
Schedule-1		
MUNICIPAL (GENERAL) FUND		
Opening balance	181,144,481.80	142,846,672.80
Add: Excess of Income over Expenditure	3,562,126.00	38,297,809.00
Total	184,706,607.80	181,144,481.80
Schedule- 2		
SUNDRY DEPOSITS		
Security & Amanat Payable	563,124.00	561,124.00
Security deposit from contractors	15,719,688.00	9,964,397.00
Earnest Money	5,179,880.00	5,416,225.00
Water harvesting deposit	1,815,000.00	984,000.00
Total	23,277,692.00	16,925,746.00
Schedule- 3		
SUNDARY CREDITORS		
Other Creditors	196,000.00	196,000.00
Total	196,000.00	196,000.00
Schedule- 4		
STATUTORY LIABILITIES		
Salary payable	7,453.00	7,195.00
Income Tax (TDS) Payable	80,217.00	139,079.00
Commercial Tax Payable/sales tax	165,002.00	310,392.00
Gratuity 350-11-05	240,503.00	231,188.00
Pension Payable 350-11-04	9,260,344.00	6,825,343.00
Labour charges deduction	110,791.00	116,330.00
Provident Fund (Employ) 350-11-04	35,010,144.00	33,739,376.00
Royalty 350-20-04	298,948.00	480,193.00
Total	45,173,402.00	41,849,096.00
Schedule-5		
OTHER LIABILITIES		
RD Deduction	500.00	500.00
Bank loan deduction	496.00	3,496.00
Material Deduction From Contractor	7,299.00	3,940.00
Environment Management Fund Deduction	3,365.00	7,940.00
Total	11,660.00	15,876.00



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Schedule-6**GROSS BLOCK****Immovable Assets**

Public Toilets	3,241,402.00	2,377,670.00
	3,241,402.00	2,377,670.00

Infrastructure Assets

Construction of electricity lines	15,880,558.00	13,705,091.00
Gardens	3,274,520.00	1,754,241.00
	19,155,078.00	15,459,332.00

Moveable Assets

Furniture & Fixture	1,518,235.00	501,357.00
Wheel barrow and cleaning equipment	5,054,365.00	4,234,365.00
Fire Brigade	2,177,433.00	1,618,567.00
	8,750,033.00	6,354,289.00

Total	31,146,513.00	24,191,291.00
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Schedule-7**CAPITAL WORK IN PROGRESS**

Roads	107,022,670.00	82,792,697.00
Other Construction Works	31,660,145.00	24,091,816.00
Total	138,682,815.00	106,884,513.00

Schedule-8**CASH & BANK BALANCES**

Cash in Hand	67,369.80	36,879.00
Balances in Saving & Current a/cs:		
CM BPL AVASH YOJNA	-	90,000.00
Sari-Kamble	3,873,000.00	3,873,000.00
NULM	4,941,000.00	-
P.D. Account-36 GPF	44,578,801.00	39,760,941.00
P.D. Account-51 Gratuity	77,442.00	982,310.00
P.D. Account-130	7,986,571.00	11,648,261.00
P.D. 130 PHED	6,100,000.00	6,110,200.00
P.D. Account Balika Samridhi	-	41,640.00
P.D. Account	-	8,846.00
P.D. Account SJSRY	6,194,252.00	8,379,044.00
ICICI TFC Nagaur	198,055.00	15,438,321.00
IDBI	24,537.00	5,566,287.00
Urban Bank Nagaur	487,122.00	6,672,478.00
Oriental Bank Nagaur	3,637,242.00	4,585,059.00
Axis Bank	1,070,566.00	1,027,537.00
IDSMT Bank	7,080.00	7,080.00
SBBJ Gandhi chowk	525,300.00	1,348,739.00
HDFC Bank, Nagaur	1,908,025.00	211,001.00
Central Bank of India	10,055.00	704,800.00
Syndicate Bank Nagaur	32,744.00	650,000.00
Total	81,719,161.80	107,142,423.00



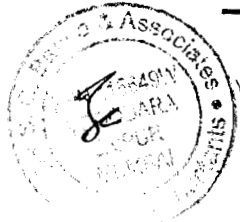
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Schedule- 9

LOANS,ADVANCES & DEPOSITS

Advance to Staff
Loan And Advance others
Total

970,533.00	970,533.00
846,339.00	942,439.80
1,816,872.00	1,912,972.80



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NAGOUR NAGAR PARISHAD

Notes on Financial Statements for the year ended 31st March, 2015

Particulars	For the period ending on 31.03.2015	For the period ending on 31.03.2014
Schedule – 10		
INCOME FROM TAXES		
Property Tax	179,371.00	43,346.00
Total	179,371.00	43,346.00

Schedule – 11

REVENUE GRANTS , CONTRIBUTIONS & SUBSIDIES

Octroi Compensations	76,514,000.00	69,559,000.00
Grant from State Govt.	5,241,000.00	24,592,000.00
SFC Grants for Development work	27,008,000.00	5,952,000.00
Special Grant for 11/12th Financial Commission	5,589,000.00	14,874,000.00
Grants from state govt. MLA Fund	344,479.00	2,943,023.00
Special Grant for Swarna Jayanti Sahari Rojgar Sch.	-	9,760,000.00
Total	114,696,479.00	127,680,023.00

Schedule - 12

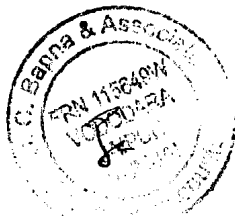
RENTAL INCOME FROM MUNICIPALE PROPERTIES

Income from Rent and Teh Bazari	500,742.00	1,251,289.00
Rent from shops	400,447.00	209,286.00
Lease land annual premium	4705805.00	4620330.00
Total	5,606,994.00	6,080,905.00

Schedule - 13

FEES AND USER CHARGES

Registration /Lease/Viniyaman Fees	71913.00	117,036.00
Copy fees	455507.00	617,038.00
Died Animals	1008250.00	3213750.00
Hording Income	46000.00	723625.00
Land Canversation Fees	3057787.00	5327971.00
Road Cutting Fees	76150.00	3702462.00
Tamir Ijjajat Fees	1852479.00	2881583.00
Kachi basti regulation fees	7600178.00	5243019.00
Regularization fees others	40480465.00	58142592.00
Total	54,648,729.00	79,969,076.00



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Schedule - 14**INCOME FROM CORP.ASSET/INVESTMENT**

Receipt from Sale of Land	3,148,774.00	4,750,630.00
Total	3,148,774.00	4,750,630.00

Schedule - 15**MISCELLANEOUS INCOME**

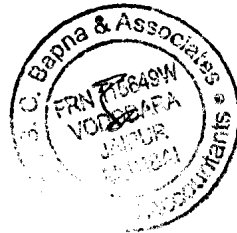
Other Income	29,664,311.00	50,416,153.00
Audit Recovery	23,225.00	-
Penalties	40,188.00	187,091.00
Penalties under Different Act & Rules	429,890.00	414,473.00
Recovery of building loan	-	191,280.00
Total	30,157,614.00	51,208,997.00

Schedule -16**ESTABLISHMENT EXP.**

Corporator (Parishad) Allowance	902,749.00	920,128.00
Medical Reimbursement	-	-
Salary and Other Payment	84,088,753.00	80,514,846.00
Other benefits and allownces	797,276.00	825,789.00
Travelling Reimbursement	87,851.00	60,785.00
Total	85,876,629.00	82,321,548.00

Schedule -17**GENERAL ADMINISTRATION EXP.**

Advertisement Expenses	1,939,542.00	2,673,318.00
Stationery & Printing Exp.	239,508.00	530,839.00
Cleaning & Garbage Transportation on Contract	7,587,309.00	13,094,262.00
Electricity exp	4,097,656.00	8,004,172.00
Water exp.	-	-
Postage Exp	175,173.00	153,540.00
News paper exp.	7,470.00	7,876.00
Legal Expenses	813,250.00	688,500.00
Festival Expenses	4,783,857.00	4,070,203.00
Membership and subscription	-	-
Medicine exp.	672,175.00	831,025.00
Contingent Exp	5,440,457.00	9,011,283.00
Fuel, Petrol	1,206,029.00	1,507,617.00
Total	26,962,426.00	40,572,635.00



Schedule- 18**PUBLIC WORKS**

Development Expenses fom13th Finance Commission Grant	16,984,876.00	-
Expenses against Finance Commission Grant	31,911,883.00	23,610,068.00
Expenditure of Swarna Jayanti Sahari Rozgar Yojana	2,582,966.00	6,095,042.00
Expenses against MLA Fund	540,475.00	2,799,451.00
Total	52,020,200.00	32,504,561.00

Schedule- 19**MISCELLENOUS EXPENSES**

Repairs and maintenance	864,572.00	1,444,438.00
Maintenance of Nigam Building	4,609,030.00	13,566,222.00
Purchase of Electric Goods	7,103,473.00	14,181,331.00
Purchase of Plant & seeds	322,870.00	254,335.00
Electric equipment repair and mainttence exp	2,303,757.00	3,400,268.00
Other repair and maintenance exp.	106,035.00	-
Animal Food exp.	810,640.00	-
P S P Exp. And repair	342,940.00	594,272.00
Election exp.	215,733.00	89,780.00
Misc. Exp. Written off	23,315,465.00	39,645,199.00
Development of Gardens	-	2,271,579.00
Fire brigade exp	-	589,000.00
Public Participation Expenses	22,065.00	-
Total	40,016,580.00	76,036,424.00



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