



Dilip Kothari & Co.

CHARTERED ACCOUNTANTS

121, Sarva Ritu Vilas, Udaipur 313001 (Raj.), Tel.: 0294-2483659  
Mobile: 9414155048, E-mail : dkandc@gmail.com

## **INDEPENDENT AUDITOR'S REPORT**

To  
The Commissioner,  
Nagar Palika Bhinder,  
Dist Udaipur, (Raj.)

We have audited the accompanying financial statements of Nagar Palika Bhinder, which comprise the Balance Sheet as at March 31, 2016, and the Income & Expenditure Account and Cash Flow statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

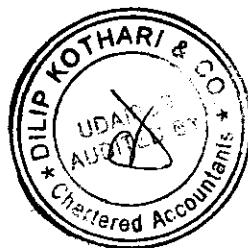
### ***Management's Responsibility for the Financial Statements***

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

### ***Auditors' 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 Institute of Chartered Accountants of India. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement

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



In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the Rajasthan Municipal Accounts Manual:

(a) in the case of the Balance Sheet, of the state of affairs of the Company as at March 31, 2016;

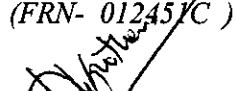
(b) in the case of the Income & Expenditure Account, of the surplus/deficit for the year ended on that date; and

(c) in the case of the Cash Flow Statement, of the cash flows for the year ended on that date.

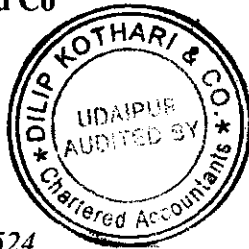
***We further report that:***

- a. We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit;
- b. In our opinion, proper books of account as required by law have been kept by the ULB so far as appears from our examination of those books.
- c. The Balance Sheet, Income & expenditure Account, and Cash flow Statement dealt with by this Report are in agreement with the books of account.
- d. In our opinion, the Balance Sheet, Income & expenditure Account, and Cash flow Statement comply with the Rajasthan Municipal Accounts Manual;

**For Dilip Kothari and Co**  
Chartered Accountants  
(FRN- 012451C )

  
FCA Dilip Kothari  
(Partner)

Membership No. : 403524

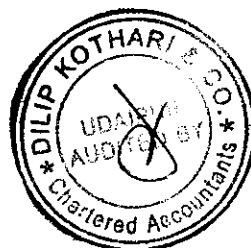


Place: Udaipur

Date: 06<sup>st</sup> Jan, 2017

**(C) Additional matters to be reported by the financial statements auditor:**

<b>S. No.</b>	<b>PARTICULARS</b>	<b>REMARK</b>
1.	Whether all sums due to and received by the Municipality have been brought to account and have been properly classified	Yes all the amount due or received by the Municipality during the year has been brought into accounts.
2.	Whether all grants sanctioned or received by the Municipality during the year have been accounted properly and where any deduction is made out of such grant toward any dues of the Municipality whether such deduction have been properly accounted.	Yes, the entire grant received during the year & Utilised during the year has been accounted properly.
3.	Whether any Earmarked Funds have been created as per the provision of any statue and if so, whether such earmarked Funds have been utilised for the purpose for which they were created.	Yes all the Earmarked Funds has been created as per the rules. Earmarked funds has been utilised for the purpose for which they were created.
4.	Whether the Municipality is maintaining proper records showing full particulars, including quantitative details and situation of fixed assets; whether these fixed assets have been physically verified at reasonable intervals; whether any material discrepancies were noticed on such verification and if so, whether the same has been properly dealt with in the books of accounts.	Fixed assets register is not properly maintained. Physical verification of the fixed assets is not carried out at the reasonable intervals.
5.	Whether in case of leasehold property given by the municipality, whether lease rentals are collected regularly by the municipality and that the lease agreement are renewed after their expiry.	Lease rentals are not collected regularly.
6.	Whether physical verification has been conducted by the municipality at reasonable intervals in respect of stores; whether the procedure of physical verification of stores followed by the Municipality are reasonable and adequate if not, state the inadequacies in such procedures; Whether any material discrepancies have been noticed on physical verification of store as compared to stores records, and if so, whether the same have been properly dealt with in the books of accounts;	Municipality physically verify at reasonable intervals in respect of stores.
7.	Whether the parties to whom loans or advances have been given by the municipality are repaying the principal amounts as stipulated and are also regular in payment of the interest and if not, whether reasonable steps have been taken by the Municipality for recovery of the principal and interest;	Municipality has not given any loan to any party during the year under consideration.

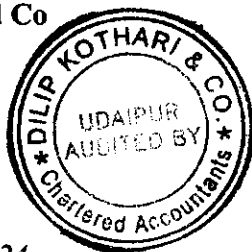


8.	Whether advances given to municipality employees and interest thereon are being regularly recovered;	Yes advance given to the employees are recovered regularly long with the interest thereon.
9.	Whether there exist an adequate internal control procedure for the purchase of stores, fixed assets and services.	Yes adequate internal control system is followed for the purchase related to store, fixed asset and services.
10.	Whether there exists an adequate internal control procedure for the contracting of work and project, periodic inspections and measurements, quality checks and payments there for,	Yes adequate Internal control procedures are followed for the contracting of work and project, periodic inspections and measurements, quality checks and payments thereof.
11.	Whether the Municipality is regular in depositing statutory dues including tax deducted at source, works contract tax, cess payable to the Government, ESI, PF etc., and if not, the nature and cause of such delay and the amount not deposited.	Yes Municipality is regular in depositing statutory dues payable to government.
12.	Whether any personal expenses have been charged to the Municipality's accounts; if so, the details thereof;	No, personal expenses has not been charged to the Municipality's account.
13.	Whether the books and register specified under the Rajasthan Municipality Accounts Manual and other applicable acts and rules have been properly maintained; whether Bank reconciliation statements have been properly prepared for all the banks accounts of the municipality;	Yes all the required books of accounts as specified under Rajasthan Municipality Accounts Manual and other applicable acts are maintained. Bank reconciliation statements for all the banks are properly prepared.
14.	Whether the year-end and reconciliation procedure have been carried out;	Yes all the year-end & reconciliation procedure all followed.

**For Dilip Kothari and Co**  
Chartered Accountants  
(FRN- 0124510 )

*(Signature)*  
FCA Dilip Kothari  
(Partner)

Membership No. : 403524



Place: Udaipur  
Date: 06<sup>st</sup> Jan, 2017

**NAGAR PALIKA  
BHINDER, DISTT. UDAIPUR (RAJ.)**

**BALANCE SHEET AS ON DATE 31ST MARCH, 2016**

PARTICULARS	SCH EDULE	31st March 2016	31st March 2015
<i>( Figures In Rupees )</i>			
<b>LIABILITIES</b>			
<b>RESERVE &amp; SURPLUS</b>			
Municipal (General) Fund	1	140623374.00	161716252.00
<b>Earmarked Funds</b>			
Reserve & Surplus	2	17072521.00	4878555.00
<b>Total Reserve &amp; Surplus (A)</b>		<b>157695895.00</b>	<b>166594807.00</b>
<b>GRANT/CONTRIBUTION FOR SPECIFIC PURPOSE (B)</b>	3	47953323.00	41911287.00
<b>LOAN LIABILITY</b>			
Secured Loans		0.00	0.00
Unsecured Loans		0.00	0.00
<b>Total Loans ( C )</b>		<b>0.00</b>	<b>0.00</b>
<b>CURRENT LIABILITIES &amp; PROVISION</b>			
Sundry Deposits	4	2262593.00	340489.00
Sundry Creditors	5	0.00	0.00
Statutory Liabilities	6	452672.00	42290.00
Other Liabilities	7	12959091.00	9816284.00
Provision		0.00	0.00
<b>Total Current Liabilities and Provisions (D)</b>		<b>15674356.00</b>	<b>10199063.00</b>
<b>TOTAL LIABILITIES (A+B+C+D)</b>		<b>221323574.00</b>	<b>218705157.00</b>
<b>ASSETS</b>			
<b>FIXED ASSETS</b>			
Gross Block	8	194414942.00	181310100.00
Depreciation Fund	9	(56976021.00)	36950829.00
<b>Net Block</b>		<b>137438921.00</b>	<b>144359271.00</b>
Capital Work In Progress		0.00	0.00
<b>Total Fixed Assets (A)</b>		<b>137438921.00</b>	<b>144359271.00</b>
<b>INVESTMENTS</b>			
General Fund Investments	10	25050842.00	13539218.00
Specific Fund Investments		0.00	0.00
<b>Total Investments (B)</b>		<b>25050842.00</b>	<b>13539218.00</b>
<b>CURRENT ASSETS, LOANS &amp; ADVANCES</b>			
Inventories		0.00	0.00
Sundry Debtors/Receivables	11	0.00	0.00
Cash & Bank Balances	12	57700051.00	60051178.00
Loans, Advances & Deposits	13	1133760.00	755490.00
<b>Total Current Assets, Loans &amp; Advances ( C )</b>		<b>58833811.00</b>	<b>60806668.00</b>
<b>TOTAL ASSETS (A+B+C)</b>		<b>221323574.00</b>	<b>218705157.00</b>

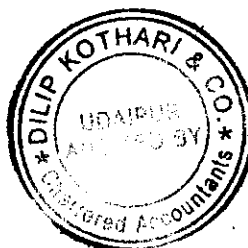
For Dilip Kothari and Co  
Chartered Accountants  
(FRN- 012451C )

FCA Dilip Kothari  
(Partner)  
Membership No. : 403524

Place: Udaipur  
Date: 06st Jan, 2017

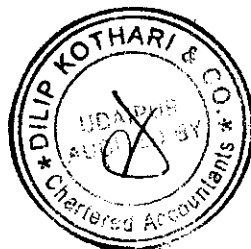
For and Behalf of Board Nagar Parishad

(Chairman) (Commissioner)



**Schedule Forming Part of Balance Sheet of Nagar Palika as on Dated 31st March 2016**

<b>PARTICULARS</b>	<b>March 31, 2016</b>	<b>March 31, 2015</b>
<b>Schedule-1</b>		
<b>MUNICIPAL (GENERAL) FUND</b>		
Opening balance	161716252.00	178626257.00
Add:-Addition during the Year	0.00	0.00
Less:- Deduction during the Year	0.00	0.00
Add:- Excess of Income Over Expenditure	(21092878.00)	(16910005.00)
<b>Total (Rs)</b>	<b>140623374.00</b>	<b>161716252.00</b>
<b>Schedule-2</b>		
<b>RESERVE &amp; SURPLUS</b>		
Opening balance	4878555.00	3729038.00
Add:-Addition During The Year	12193966.00	1649517.00
Less:- Withdrawal during The Year	0.00	50000.00
<b>Total (Rs)</b>	<b>17072521.00</b>	<b>4878555.00</b>
<b>Schedule-3</b>		
<b>GRANT/CONTRIBUTION FOR SPECIFIC PURPOSE</b>		
Grant From MLA/MP Fund	320000.00	72513.00
Special Grant for 13/14th Financial Commission	6260573.00	7281667.00
Special Grant For Swarn Jayanti Sahari Rojgar Sch.	168816.00	157302.00
Special Grant From S.F.C	30006962.00	16835779.00
Special Grant From IDSMT Youjna	658871.00	4133920.00
Grant Under Nirbandh/Road Grants	0.00	2303747.00
Grant Under BRJF Youjna	137515.00	2134885.00
Special Grant From Swatch Bharat Mission	851456.00	0.00
Grant Under Jan Ganna	4800.00	0.00
Grant Under BPL Saree Kambal Youjna	9354729.00	8991474.00
Other Grant	189601.00	0.00
<b>Total (Rs)</b>	<b>47953323.00</b>	<b>41911287.00</b>
<b>Schedule-4</b>		
<b>SUNDRY DEPOSITS</b>		
Earnest Money Deposit	1097756.00	198940.00
Securities Deposit	1164837.00	141549.00
Other Deposit	0.00	0.00
<b>Total (Rs)</b>	<b>2262593.00</b>	<b>340489.00</b>
<b>Schedule-5</b>		
<b>SUNDRY CREDITORS</b>		
Contractor Control Account	0.00	0.00
Creditor for Expenses	0.00	0.00
<b>Total (Rs)</b>	<b>0.00</b>	<b>0.00</b>
<b>Schedule-6</b>		
<b>STATUTORY LIABILITIES</b>		
Income Tax (TDS) Payable	113449.00	9733.00
Commercial Tax Payable	339223.00	32557.00
Service Tax Deduction	0.00	0.00
Labour Cess Deduction	0.00	0.00
<b>Total (Rs)</b>	<b>452672.00</b>	<b>42290.00</b>
<b>Schedule-7</b>		
<b>OTHER LIABILITIES</b>		
Salary Payable		0.00
Payable To Other Departments agency Recoveries	1684.00	36504.00
Pension Fund Payable	2174617.00	1475022.00
Employee CPF Payable	205722.00	59346.00
Deduction for Gratuity	12192.00	21846.00
Royalty payable	128178.00	4462.00
Liabilities to Employee	10436698.00	8219104.00
<b>Total (Rs)</b>	<b>12959091.00</b>	<b>9816284.00</b>



**Schedule-8**  
**GROSS BLOCK**

**Immovable Assets**

Land	2500000.00	2500000.00
Office Building	23369632.00	21500000.00
Other Building	45503194.00	44107753.00
	<b>71372826.00</b>	<b>68107753.00</b>

**Infrastructure Assets**

Roads & Bridge	110262953.00	103338658.00
Public Light	3376205.00	2680251.00
Sewerage & Drainage	1559536.00	341849.00
	<b>115198694.00</b>	<b>106360758.00</b>

**Moveable Assets**

Vehicles	2573670.00	2573670.00
Furniture & Fixtures	180243.00	109668.00
Office Equipment	1034900.00	1020500.00
Other Fixed Assets	4054609.00	3137751.00
	<b>7843422.00</b>	<b>6841589.00</b>

<b>Total (Rs)</b>	<b>194414942.00</b>	<b>181310100.00</b>
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**Schedule-9**

**DEPRICIATION FUND**

Opening Balance	36950829.00	18246031.00
Add:- Dep. Provided During the Year	20025192.00	18704798.00
Less:- Depreciation For The Previous Year	0.00	0.00

<b>Total (Rs)</b>	<b>56976021.00</b>	<b>36950829.00</b>
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**Schedule-10**

**GENERAL FUND INVESTMENT**

P.D Account With Statement	15543454.00	5915454.00
Non-Interest Bearing PD A/c	9507388.00	7623764.00

<b>Total (Rs)</b>	<b>25050842.00</b>	<b>13539218.00</b>
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**Schedule-11**

**SUNDRY DEBTORS/RECEIVABLES**

House Tax	0.00	0.00
Shop Rent Receivables	0.00	0.00

<b>Total (Rs)</b>	<b>0.00</b>	<b>0.00</b>
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**Schedule-12**

**CASH & BANK BALANCES**

Cash In Hand	759298.00	15017.00
<b>Balances In Saving &amp; Current A/Cs</b>		
Balance with Nationalized Banks	3338844.00	14562871.00
Balance with Schedule Bank	43027522.00	30055709.00
Balance with Nationalized Banks ( Specific Fund)	10574387.00	15417581.00

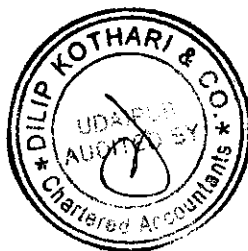
<b>Total (Rs)</b>	<b>57700051.00</b>	<b>60051178.00</b>
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**Schedule-13**

**LOANS, ADVANCES & DEPOSITS**

Loans to Staff (PF Loan)	963760.00	600490.00
Advance to Staff	65000.00	50000.00
Loans to Staff (Vehicle Loan)	105000.00	105000.00

<b>Total (Rs)</b>	<b>1133760.00</b>	<b>755490.00</b>
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**NAGAR PALIKA  
BHINDER, DISTT. UDAIPUR (RAJ.)**

**INCOME & EXPENDITURE STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2016**

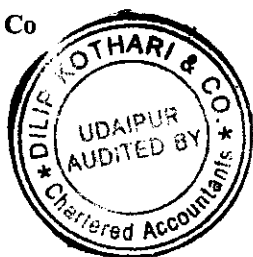
( Figures in Rupees)

PARTICULARS	SCH EDULE	31st March 2016	31st March 2015
<b>INCOME</b>			
Income From Taxes	14	23130.00	22054.00
Assigned Compensation	15	6720000.00	6108000.00
Rental Income From Municipal Properties	16	1138958.00	1857012.00
Fees And User Charges	17	4674281.00	5524156.00
Sale & Transportation Charge	18	155549.00	59824.00
Revenue Grants, Contributions and Subsidies	19	9424875.00	4503755.00
Income from Corporation Assets and Investments	20	3194485.00	2716838.00
Miscellaneous Income	21	110916.00	4796.00
<b>Total Income</b>		<b><u>25442194.00</u></b>	<b><u>20796435.00</u></b>
<b>EXPENDITURE</b>			
Establishment Expenses	22	18584466.00	15650227.00
General Administrative Expenses	23	1436696.00	651566.00
Miscellaneous Expenses	24	368803.00	203199.00
Operational & Maintenance exp.	25	5741032.00	2302254.00
Interest & Financial Exp.	26	212.00	110.00
Festival Expenses	27	378671.00	194286.00
Depreciation During The Year	28	20025192.00	18704798.00
<b>Total Expenditure</b>		<b><u>46535072.00</u></b>	<b><u>37706440.00</u></b>
<b>Surplus / Deficit before Adjustment of prior period items and depreciations</b>		<b>(21092878.00)</b>	<b>-16910005.00</b>
Less:- Prior Period Items		0.00	0.00
Less:- Prior Period Adjustments of Depreciation		0.00	0.00
<b>NET SURPLUS/ (DEFICIT)</b>		<b><u>(21092878.00)</u></b>	<b><u>-16910005.00</u></b>

For Dilip Kothari and Co  
Chartered Accountants  
(FRN- 012451C )

FCA Dilip Kothari  
(Partner)

Membership No. : 403524



For and Behalf of Board Nagar Parishad

(Chairman) (Commissioner)

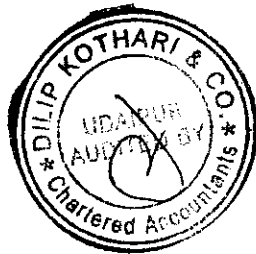
Place: Udaipur

Date: 06st Jan, 2017



Schedule Forming Part of Income & Expenditure of Nagar Palika as on Dated 31st March, 2016

	March 31, 2016	March 31, 2015
<b>Schedule-14</b>		
<b>INCOME FROM TAXES</b>		
Sampati Kar	23130.00	22054.00
Urban Development Tax	0.00	0.00
<b>Total (Rs)</b>	<b>23130.00</b>	<b>22054.00</b>
<b>Schedule-15</b>		
<b>ASSIGNED COMPENSATION</b>		
Octroi Compensation	6720000.00	6108000.00
<b>Total (Rs)</b>	<b>6720000.00</b>	<b>6108000.00</b>
<b>Schedule-16</b>		
<b>RENTAL INCOME FROM MUNICIPALE PROPERTIES</b>		
Rent From Nagrik Suvidha	72100.00	158930.00
Rent From Lease Land	1066840.00	1698059.00
Other Rent	18.00	23.00
<b>Total (Rs)</b>	<b>1138958.00</b>	<b>1857012.00</b>
<b>Schedule-17</b>		
<b>FEES AND USER CHARGES</b>		
Suchikaran & Registration Charge	7520.00	6925.00
Permission Fees	1147502.00	1123558.00
Certificate & Duplicate Fees	55716.00	41644.00
Vikas Charges	1485258.00	2109976.00
Regulation Fees	1930384.00	2172491.00
Advertisement Fees	10750.00	22862.00
Seva/Administration Fees	37151.00	46700.00
<b>Total (Rs)</b>	<b>4674281.00</b>	<b>5524156.00</b>
<b>Schedule-18</b>		
<b>SALE &amp; TRANSPORTATION CHARGE</b>		
Sale of Products	26201.00	0.00
Sale of Forms & Formates	129348.00	59824.00
<b>Total (Rs)</b>	<b>155549.00</b>	<b>59824.00</b>
<b>Schedule-19</b>		
<b>REVENUE GRANT, CONTRIBUTION, SUBSIDIES</b>		
Amount Transfer from Grants	9424875.00	4503755.00
<b>Total (Rs)</b>	<b>9424875.00</b>	<b>4503755.00</b>
<b>Schedule-20</b>		
<b>INCOME FROM CORP. ASSET/INVESTMENT</b>		
Interest on SB a/c	3194485.00	2716838.00
Other Interest	0.00	0.00
<b>Total (Rs)</b>	<b>3194485.00</b>	<b>2716838.00</b>
<b>Schedule-21</b>		
<b>MISCELLANEOUS INCOME</b>		
Other Miscellaneous Income	110916.00	4796.00
<b>Total (Rs)</b>	<b>110916.00</b>	<b>4796.00</b>



**Schedule-22****ESTABLISHMENT EXP.**

Salary, Wages & Bonus	17443239.00	14457205.00
Honorarium & Fees to Management	1141227.00	1193022.00
<b>Total (Rs)</b>	<b>18584466.00</b>	<b>15650227.00</b>

**Schedule-23****GENERAL ADMINISTRATION EXP.**

Rent, Rates & Taxes	171922.00	12800.00
Electricity Exp	8385.00	29977.00
Communication Exp	45487.00	74701.00
Books and Newspaper	26121.00	9999.00
Printing & Stationery	85491.00	78915.00
Travelling & Conveyance	221419.00	50680.00
Audit Fees	75000.00	0.00
Legal Exp.	25200.00	17800.00
Other Administrative Exp.	27161.00	21764.00
Advertisement Exp.	488270.00	46830.00
Accounting Fees	85000.00	102599.00
Medicines & Phenyle Exp	177240.00	205501.00
<b>Total (Rs)</b>	<b>1436696.00</b>	<b>651566.00</b>

**Schedule-24****MISCELLANEOUS EXPENSES**

Other Misce. Exp.	368803.00	203199.00
<b>Total (Rs)</b>	<b>368803.00</b>	<b>203199.00</b>

**Schedule-25****OPERATIONAL & MAINTINANCE EXPENSES**

Garbage Clearance Exp	334453.00	579100.00
Fuel & Energy	285446.00	357248.00
Bulk Purchase	2476207.00	132851.00
Repair & Maintenance (Infra. Assets)	846348.00	562682.00
Repair & Maintenance (Public Facilities)	1605417.00	511760.00
Repair & Maintenance (Vehicle)	56865.00	61093.00
Repair & Maintenance (Other)	136296.00	97520.00
<b>Total (Rs)</b>	<b>5741032.00</b>	<b>2302254.00</b>

**Schedule-26****Interest & Financial Expenses**

Other Interest	0.00	0.00
Bank Charges	212.00	110.00
<b>Total (Rs)</b>	<b>212.00</b>	<b>110.00</b>

**Schedule-27****Festival Expenses**

Festival Exp. Other	378671.00	194286.00
<b>Total (Rs)</b>	<b>378671.00</b>	<b>194286.00</b>

**Schedule-28****DEPRICIATION**

Building	6826026.00	6560775.00
Road & Bridge	10945160.00	10333866.00
Nalliya & Others	939206.00	596152.00
Other Office Equipments	620940.00	606150.00
Furniture & Fixtures	14496.00	10967.00
Vehicles	416050.00	383883.00
Other Fixed Assets	263314.00	213005.00
<b>Total (Rs)</b>	<b>20025192.00</b>	<b>18704798.00</b>

