

## INDEPENDENT AUDITORS' REPORT

To,  
The Municipal Commissioner,  
Amravati Municipal Corporation.

We have audited the accompanying financial statements of **Amravati Municipal Corporation (AMC), Amravati** which comprise the Balance Sheet as at March 31, 2019, for the year then ended, Statement of Income and expenditure For the year ending on March 31, 2019 and a summary of significant accounting policies and other explanatory information.

### Management's Responsibility for Financial Statements

The authorities of the corporation are responsible for preparation of these financial statements that gives a true and fair view of the financial position, financial performance in accordance with the **Generally Accepted Accounting Principles (GAAP)** in India. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Corporation and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that gives a true and fair view and are free from material misstatement, whether due to fraud or error.

### Auditors' Responsibility

Our responsibility is to express an opinion on these financial statements prepared under accrual Based accounting system of corporation based on **National Municipal Accounting Manual (NMAM)**.

We conducted our audit in accordance with the Standards on Auditing specified under Double entry accounting system under the NMAM. Those Standards require that we comply with the ethical requirements, 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 the disclosures in the financial statements prepared under accrual Based accounting system of corporation. 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 the internal control relevant to the Corporation's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by the Corporation, 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 Disclaimer of Opinion**

The matters as stated in the notes to accounts of the financial statements give rise to the inappropriateness of use of general accepted accounting principle that the transaction recognized in the books of account on the basis of information produced for the double entry in the computerized form. The said notes give rise to material uncertainties as regard possible material adjustment that maybe required to be made to record value of recorded assets and liabilities, which could not be recorded in the financial statements on account of being not readily ascertainable. As a result of these matters, we are unable to determine as to whether any adjustments that would have been necessary and required to be made in respect of receivables, advances, current liabilities, and contingent liabilities, as at 31<sup>st</sup> March 2019; and respect of the corresponding possible impact on such items and associated elements on the statements of profit and loss for the years ended on that date.

### **Disclaimer of opinion**

Because of the significance of matter described in the basis for disclaimer of opinion paragraphs, we have not been able to obtain sufficient appropriate audit evidence to provide a basis for an audit opinion. Accordingly, we do not express an opinion on the said statements

### **Report on Other Legal and Regulatory Requirements**

1. As required by the National Municipal Accounting Manual (NMAM), issued by the Government of India, Ministry of Urban Development November 2004 in terms of Chapter 32 of the NMAM, to the extent applicable.

2. we further report that:

(a) We have obtained all the information and explanations, which to the best of our knowledge and belief were necessary for the purposes of our audit.





(b) In our opinion, the Corporation not has kept proper books of account as required by law as far as it appears from our examination of those books. All books of accounts are maintained computerized. The corporation has maintained the books of account under the programme of Tally ERP9. department had tendered for accounting these books of accounts.

(c) The Balance Sheet and Statement of Income and Expenditure dealt with by this Report are in agreement with the books of account.

(d) NMAM is silent on provision for retirement benefits to be payable to employees of Corporation nor there is any legal requirement. Separate Funds may also be formed for meeting the pension and other retirement benefits such as Gratuity and Leave encashment etc.

(e) In case of Fixed Assets of the Corporation balances stated in the balance sheet are subject to physical verification, revaluation and impairment if any. The corporation had not charged the depreciation on the assets during the year. In absences of information, we are not able to quantify the financial effects if any.

(f) In case of bank balances reported Corporation have many bank accounts, which are not in operation since last few years, and the same will be required to be closed by Corporation, for details refer annexure A to our report.

(g) In case of bank reconciliation, the balance lying in the reconciliation statements are aged more than one year. All the bank accounts balance is as per books of account subject to reconciliation.

(h) In our opinion and to the best of our information and according to the explanations given to us:

a. The Corporation has some pending litigations, which would impact its financial position. And provision not recognised in the books of accounts.

b. Accounting of the municipal corporation was done based on the source document provided during the period of accounting to the tenderer. The same is change after our accounting the financial statements prepared by them are not presented true and fair view to the extent.

c. Previous year figures were regrouped or rearranged were ever required. As per corporation, the tax may have been collected in cash, but the same has been deposited in treasury account either in the same day or in next day, further there is no mention of cash in the treasury cash book, hence the entries has been passed as appears in the treasury cash book.

d. In the department of Swacha Bharat yojana accounts details i.e cash books, bank books, vouchers, etc not provided while during accounting hence those transaction not



recognized in the books of account. Further that management informed us that the cash books and documents are submitted to police stations.

Place: Amravati  
Date: 26/05/2023

For M/s Paresh R. Sahu & CO.,  
Chartered Accountants



CA. Paresh R Sahu  
Proprietor

Membership No. 167438

Firm Reg. No.: 141452W

UDIN: 23167438BGUAFE5486



**PART I — BALANCE SHEET**

Amravati Municipal corporation ,Amravati

Balance Sheet as at ...31-03-2019

(Amount in ₹)

Particulars	Sched ule No.	As on 31st March 2019
1	2	3
<b>I. EQUITY AND LIABILITIES</b>		
<b>Municipal Funds for various Schemes</b>	1	5,00,76,47,461.40
Special reserve	2	1,05,51,87,532.69
Deficit / Surplus	3	(18,29,08,133.03)
Non-current liabilities	4	5,96,45,309.00
Current liabilities & Payables	5	59,03,20,111.51
<b>TOTAL</b>		<b>6,52,98,92,281.57</b>
<b>II. ASSETS</b>		
<b>Non-current assets</b>		
Fixed assets	6	3,45,58,55,892.72
Investments (FDR)		95,93,25,561.00
<b>Current assets</b>		
Cash In Hand		3,06,967.00
Cash at Bank	7	2,11,44,03,860.85
<b>TOTAL</b>		<b>6,52,98,92,281.57</b>

Schedule 1 to 9 referred above form an integral part of Accounts

As per our Report &amp; Notes of even date

Date: 26/05/2023

For M/s Paresh R.Sahu &amp; Co

Chartered Accountants

Place: Amravati

Chief Account Officer

Proprietor

FRN:141452W

Mem.No.167438

UDIN: 23167438BGUAFE5486





**PART II – STATEMENT OF INCOME AND EXPENDITURE**

Amravati Municipal corporation ,Amravati

Income &amp; Expenditures statement for the year ended 31st March 2019

(Amount in ₹)

	Particulars	Sched ule No.	As on 31st March 2019
	1	2	3
I	Revenue from operations	8	2,53,52,80,532.54
II	Other income		-
III	<b>Total Revenue (I + II)</b>		2,53,52,80,532.54
IV	<b>Expenses:</b>		
	Adminstrative and all exp	9	2,53,92,14,373.44
	Finance costs		-
	Depreciation and amortization expen	6	-
	<b>Total expenses</b>		2,53,92,14,373.44
V	<b>Surplus before exceptional and extraordinary items and tax (III - IV)</b>		(39,33,840.90)
VI	Exceptional items		-
VII	<b>Surplus before extraordinary items and tax (V - VI)</b>		(39,33,840.90)
VIII	Extraordinary items		-
IX	<b>Surplus Transfer to Reserve (VII- VIII)</b>		(39,33,840.90)

Schedule 1 to 9 referred above form an integral part of Accounts

As per our Report &amp; Notes of even date

For M/s Paresh R.Sahu &amp; Co

Chartered Accountants

Date: 26/05/2023

Place:Amravati

Chief Account Officer



Proprietor

FRN:141452W

Mem.No.167438

UDIN: 23167438BGUAFE5486



Schedules Forming Part of Balance sheets & Income Expenditures Accounts

**Schedule:-2**

**Special Reserve**

Particulars	Amount	Amount
3179 Development charges		36960155.00
3179 Development Exp		18273613.00
3179 Development fees		(2,71,21,638.00)
3179 Plot Sale Under City developments		646162.00
3179 Triveni Yojana (guntewari)		1086875.00
3179 Underground Sewage		4741731.00
Mucipal funds and reserve		1020600634.69
Total		1055187532.69

**Schedule:-3**

**(Deficit) / Surplus**

Particulars	Amount	Amount
Opeing Balance		(17,89,74,292.13)
Surplus during the Years		(39,33,840.90)
Total		(18,29,08,133.03)

**Schedule:-4**

**Non-current liabilities**

Particulars	Amount	Amount
Amount Payable to governments		
3810 All Recoveries on behalf of Goverments		(5,96,58,940.00)
3812 Employment Guarantees Cess		(80,77,778.00)
3819 Other all Recoveries on behalf of Goverments		(20,81,098.00)
3610 Earnest money Deposits		129463125.00
Total		59645309.00

**Schedule:-5**

**Current liabilities & Payables**

Particulars	Amount	Amount
<b>Duties &amp; Taxes</b>		1,35,32,744.53
Royalty Payable	54,77,875.46	
Tds Payable	80,54,869.07	
<b>Provisions</b>		21,31,86,292.49
AMRAVATI JILHA MAHILA SAHKARI BANK ADVANCE	(68,355.00)	
Consultancy Charges	94,698.00	
DCPS Fund (Maintained by AMC)	18,92,62,779.04	
Education Cess Collected on TDS Payable	1,43,581.00	
Employees Provident Fund Deducted and Payable	(2,38,62,557.00)	
GIS Deducted & Payable (Employees)	57,366.00	
Income Tax Deducted & Payable (Employees)	9,96,792.00	
Labour Cess Payable	70,53,061.27	
Labour Insurance Payable	29,24,789.94	
LIC Deducted and Payable (Employees)	(27,14,113.00)	
Mahila Bank Badnera (Employees)	6,00,800.00	
Miscellaneous Deduction and Payable (Employees)	1,21,17,246.00	
NNSB Duducted & Payable (Employee)	41,435.00	
Othe Misc. Deducted and Payable (Employee)	8,58,470.00	
PROFESSIONAL TAX PAYABLE	2,54,262.00	
Professional Tax Payable (Employees)	(53,170.00)	
Refund From Salary Deducted & Payable (Employees)	3,24,33,026.00	
Security Deposit Payable	1,85,77,751.18	



	(52,82,107.63)	
SERVICE TAX PAYABLE	(19,01,954.00)	
Society 1309 Deducted and Payable (Employees)	(78,170.00)	
Society 171 Deducted and Payable (Employees)	(3,95,290.00)	
Society 302 Deducted and Payable (Employees)	(42,56,784.00)	
Society 454 Deducted and Payable (Employees)	(13,72,290.00)	
Society 560 Deducted and Payable (Employees)	(14,78,942.00)	
Society 611 Deducted and Payable (Employees)	(14,400.00)	
Society 624 Deducted and Payable (Employees)	(3,09,566.80)	
Surcharge on TDS Payable	(52,72,465.04)	
SUS BLANK	23,25,597.07	
TDS on CGST Payable	22,99,526.67	
TDS on SGST Payable	(58,37,056.52)	
TDS Payble on IT	2,100.00	
UNION BANK DEDUCTION (EMPLOYEES)	2,55,077.09	
VAT Payable	(3,35,660.00)	
Welfare Fund Deducted and Payable (Employees)	(38,79,184.78)	
GST payable		35,09,85,103.03
<b>Bills for Utilities / Services</b>		
Electricity Payable	22,07,35,390.00	
Telephone Bill Payable	3,08,794.00	
Water Bill Payable	12,99,40,919.03	
		71,29,618.93
<b>Employers Liability</b>		
LIC payable	4,80,820.00	
Salary and wages payable	(4,40,59,567.07)	
Others Employers Liability	5,07,08,366.00	
		53,580.00
<b>Suppliers &amp; Contractors Liability</b>		
Other Suppliers and Contractors Liability	53,580.00	
		54,32,772.53
Other Liabilities		590320111.51
<b>Total</b>		

#### Schedule:- 7

#### Cash at Bank

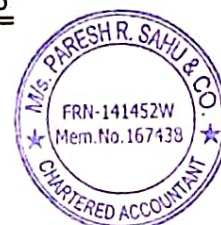
Particulas	Amount	Amount
AXIS 1445		8,11,700.00
AXIS 2904 (SHAHAR BUS)		7,04,254.00
AXIS 6020		4,66,482.00
AXIS 7006		2,30,241.56
AXIS 8187		12,60,651.00
AXIS 9033		39,49,826.64
AXIS BANK 4967		1,25,98,512.00
AXIS BANK 9860 (GIS PRNALI)		21,64,158.00
Axis 1540 (Manapa Fund)		7,13,91,190.61
Axis 3188		26,45,816.00
AXIS 4326 RAJAPETH		2,11,17,230.00
Axis 6314 Nivdnuk/vikas Shulk		42,91,994.64
Axis 7471 (Bus Royalty)		92,47,946.83
Axis Bank 1831 (13 Th Fainace) Aanganwadi		6,11,789.00
Axis Bank (2833) (Ghrkul Yojna)		1,68,18,539.00
Axis Bank 2834 (14 Vitt Ayog)		19,41,13,075.31
Axis Bank 3973		52,667.57
AXIS BANK 9638		16,38,520.00
Axis Bank (Bhim Tekadi Grant) 9758		1,07,75,317.00
AXIS RELIANCE 4761		9,86,75,642.24
CENTRAL BANK 1571(NULM)		1,58,16,726.48
CENTRAL BANK 7973 (Mulbhut Soi Suvidha)		(1,09,64,351.00)
Dena Bank2025(Gharkul)		2,22,88,050.00
HDFC 0010 (LBT)		1,96,100.00
HDFC 0012 Chatr Talaw Vikas Yojna		1,66,85,077.40





HDFC 0020 (TAX)	12,84,38,750.69
HDFC 0024(SWACHATA GRUH)	70,91,737.00
HDFC 0899 (15% OPEN SPECE)	29,83,551.00
HDFC 1162 (ROAD DURUSTI)	10,73,308.00
HDFC 14TH FINANCE SD 9902	3,00,35,843.00
HDFC 2996 AMRUT YOJNA	14,59,29,006.00
HDFC 3964 (PRATHMIK SOYI SUVIDHA)	19,662.00
HDFC 4673 EXCESS RAINFALL ROAD REPAIRING FUND	8,47,048.00
HDFC 8723 (SBA)	3,03,51,498.00
HDFC 9590 (FIRE TAX)	68,22,680.00
HDFC 9679(TRIVENI)	57,95,242.00
HDFC AMC ROB SD 6771	2,00,36,459.00
HDFC BANK 0061 (SMART CITY)	1,53,05,499.00
HDFC BANK 3977 (Nagarotthan Yojna)	15,20,94,363.50
HDFC BANK 9842 (Ammrut Green Space )	11,91,639.00
HDFC Bank A/c 0910 (Vikas Shulk)	10,54,43,387.87
HDFC Bank A/c 1152(TREE)	25,05,286.00
HDFC Bank A/c 8233 (Bhuyari Guatar)	2,48,89,479.00
HDFC BANK (AMC FUND) - 1136	80,46,197.00
HDFC BANK SIKSHAK ANU(8591)	3,10,37,205.82
HDFC RELIANCE SD 0702	54,24,103.00
ICICI (PMAY) 3075	2,93,08,559.00
IDBI 0374(M.N.P.A.)	78,21,757.26
IDBI 1993 ROAD ANUDAN	4,54,84,007.48
IDBI 2269 (DALIT VASTI SUDHARNA)	12,05,16,656.97
IDBI 3202(PMAY)	15,31,23,127.00
IDBI 3720 (BALKLYAN AAHAR)	45,13,596.00
IDBI 6530 (Gharkul Yojna)	4,25,58,094.00
IDBI BANK 0072	1,33,15,150.50
IDBI BANK 0115	27,02,749.10
IDBI BANK 0548	3,21,952.50
IDBI BANK 0630	3,79,131.00
IDBI BANK 1970	53,680.28
IDBI BANK 2267	43,08,204.30
IDBI BANK 2268 (12 VITT AAYOG)	(1,422.90)
IDBI BANK (2295) (IDSMT)	2,15,27,338.70
IDBI BANK 2695	1,19,999.00
IDBI BANK 3515	20,78,27,260.00
IDBI Bank 70063 (Nagrothan Prkalp)	(85,32,949.70)
IDBI BANK 80228 (Zila Niyojan)	2,98,08,013.29
IDBI Bank 0106(Agni Balkati)	65,61,568.30
IDBI GHARKUL SAVING A/C	(4,16,67,000.00)
IDBI KHASDAR 1981	4,23,681.30
IDBIAN BANK 2003(AMBA)	40,57,227.00
IDBIAN BANK (3452)	46,99,884.00
IDBIAN BANK(7652)	3,97,138.00
IDBIAN BANK AGNI SURAKSHA(2850)	62,75,440.00
laharashtra Bank 3274	29,04,967.70
. N. BANK 4760	24,35,502.00
unjab Bank 2135 (DCPS)	2,16,64,530.00
BI 1815(E.M.D)	(54,18,158.00)
nion Bank 1369(AAMDAR)	70,92,670.44
NION BANK (2253)	19,43,391.00
NION BANK (3860)	9,06,109.00
NION BANK (6976)	2,32,51,770.17
ES BANK (GHANKACHARA VYAVSTAPAN)	18,07,71,135.00
otal	2114403860.85

chedule:-8



Revenue from operations	Amount	Amount
Particulars		
90 municipal rates and taxes		46,76,95,330.19
0433 Municipal Corporation Special funds		35,61,65,093.00
0433 Grants from governments		1,40,47,42,426.00
Liabilities (Collected on behalf of Governments)		9,69,63,477.32
92 Recovery other Than Municipal Taxes		13,58,71,080.03
Interest on investments		7,38,43,126.00
Total		2535280532.54

#### Schedule:-16

Adminstrative and all exp	Amount	Amount
Particulars		
Municipal. Special fund		32024023.83
3380 under integrated city development	3364851.00	
339 from sewerage surcharge	63435.00	
RAJAPETH UDAAN PUL 441	11434734.00	
Development cost W. 341	276115.78	
Development Charges (Construction Permission) 336	6328827.14	
Development Charges 337	10556060.91	
		515785568.78
Expenditure from Government Grants		
363 for Scheduled Castes and Neo-Buddhists	197535496.96	
Amrut Scheme 456	142062800.00	
Minority grant 364	1135489.00	
Energy in street lighting and water supply schemes 409	2001429.00	
Bhimtekdi Beautification	5325389.92	
Maharashtra Urban Upliftment Campaign (Golden Jubilee) 362	107014526.57	
Road Najul (444)	40642305.81	
Road construction and improvement 347	3362858.54	
National Urban Livelihood Mission (NULM) 373	13235547.53	
Specific Plan (Capital Expenditure)	3469725.45	
		73900668.63
Extraordinary Deductions and Suspensions (Expenses)		
Group Insurance (GIS) 389	106640.63	
Contractors' deposits 384	7188707.00	
Tax on large building 387	2245224.00	
Employment Guarantee Tax 386	8368185.00	
Education tax 385	55991912.00	
		1917504112.20
Revenue Expenditure		
Arrears under 14th Finance Commission 449	29044936.53	
Construction of buildings 274	100000.00	
Fencing 269	746031.93	
Square beautification and road division 283	2038561.35	
Road Repair by Jet Puncher 413	3732514.75	
Slumless Binmagas 293	4612663.31	
267 slum development backward	8925019.24	
282. For urgent work (Annexure).	8711470.95	
288 for weak / Muslim Basti category	12084660.96	
Nagar Sevak Fund 271	80108171.99	
Purchase of new vehicles and machinery 284	724062.00	
412 for percoat interior vika	8377302.02	
Percoat beautification 290	100000.00	
Water Scarcity Scheme 285	611363.00	
BRIDGE CONSTRUCTION PIPE CULVERT AND SIDDY 2	1654346.29	
Badnera Vikasa Saathi Vishesh Nidhi 427	2878810.78	
Bhimtekdi Reforms 281	1235380.84	
Welfare Scheme for Backward Castes and Tribes 273	9856167.94	
Mini Stadium 287	200616.19	





Road Asphalling and Improvement Program 289	11031826.43
Traffic Control 277	2103529.71
Rajapeth Udan Bridge and Gopal Nagar Subway Route 29	9823538.00
Ward Development Fund 270	129510074.55
291 for rural areas included	17881350.82
Contributions and Grants	
Water Supply Department 3022	11842055.17
1122 ADTP Deptt	36126882.00
2122 Construction Deptt	86517305.28
3122 Clean Cleaning Deptt	92312580.00
4022 Market License Deptt	6644817.35
6022 Birth Death Registration Deptt	1504145.00
6022 Family Welfare Deptt	9690287.00
6022 Hospital Deptt	78950002.98
6022 Vaccination Deptt	11309212.00
6122 Animal Health Deptt	1927851.00
6122 Cattle Pound Deptt	2509600.00
7022 Society Development Deptt	8088875.00
8122 Vehicle Deptt	36985206.00
Drainage Deptt	97259925.00
Garden Deptt	34043653.32
MTPO Deptt 1022	25241849.37
Supervision Deptt	23905079.00
Contingent expenses 254	28000.00
Permanent establishment 253	508989.00
Contingency expenses 236	7102806.00
Providing textbooks and uniforms to poor students 243	1121584.41
Rent of Primary School Building 239	103895.00
Primary School Repair and Maintenance 241	7097797.35
Primary School Student Sports Program 249	416000.00
Retirement pay and allowances of primary school teach	70716926.00
252. Facilitation for raising the standard of education in	2804776.00
Secondary School Contingency Expenses 245	589588.00
244. Retirement Salaries and Allowances of Mimik Sch	41338833.00
Permanent Establishment 235	133760908.66
459. Repayment of EESL yacht LED lighting project	1216000.00
Marginal Costs 264	95483.00
Presumptive expenditure 262	25365.00
Claims and Litigation 263	2165299.00
Flag Fund 265	2500000.00
Election expenses 261	4454881.00
0022 Miscellaneous	337656512.00
0022 General Administration Department	159838830.69
0122 City Secretary's Office	20677650.78
9022 Tax recovery	50900556.00
return	332202.00
Fire Department 0522	24701275.40
Department of Lighting 8222	119176325.00
Permanent Establishment (Environment Department) 458	1268921.00
Bank Charges	20998.87
ST exp	15929370.03
ounded off	2613.96
total	2539214373.44





# Municipal Funds for various Schemes

Particulars	Opening balance of funds	received during the years	Expended during the years	Closing balance
<b>Government of India</b>	<b>1,98,05,62,719.85</b>	<b>1,12,50,39,558.00</b>	<b>49,91,14,817.76</b>	<b>2,60,64,87,460.09</b>
14 Vitta Aayog	48,37,33,124.29	80,54,46,545.00	27,25,70,788.05	1,01,66,08,881.24
3211 13 Vitta Aayog	86,27,27,541.00		1,95,92,829.53	84,31,34,711.47
3212 IDSMT (Ekatmik Shahr Vikar Yojna)	82,48,626.00			82,48,626.00
3219-06 USDISMT	7,38,19,819.56			7,38,19,819.56
3219 BRGF1	37,50,958.00			37,50,958.00
3219 City Cleanliness Plan-Pending	7,79,65,000.00		1,15,827.33	7,78,49,172.67
3229 Development of Fire Department	2,36,81,399.00			2,36,81,399.00
440 - Swakch Bharat abhiyan 440		13,03,13,013.00		9,72,24,997.00
Grant From Finance Commission-Pending	2,82,41,363.00			2,82,41,363.00
Others Government of India-Pending	2,89,14,889.00		3,30,88,016.00	2,89,14,889.00
Pradhanmantri Awas Yojna	36,94,80,000.00			38,50,12,643.15
Smart City Grant	2,00,00,000.00	18,92,80,000.00	17,37,47,356.85	2,00,00,000.00
<b>Government of Maharashtra</b>	<b>1,90,25,62,582.00</b>	<b>32,62,05,376.00</b>	<b>15,35,84,961.69</b>	<b>2,07,51,82,996.31</b>
13 Vitt Day Care Centre	14,39,886.00			14,39,886.00
3221 Mulbhut Soyi Suvidha	60,74,39,115.00		3,94,44,506.86	56,79,94,608.14
3221 Road Construction & Mainta (Road Grant)	56,76,59,741.00	75,00,000.00		57,51,59,741.00
3222 Dalit Vasti Grant	25,59,65,952.00	5,58,80,200.00	1,13,24,562.95	30,05,21,589.05
3224 MLA FUND	5,71,67,707.00		28,41,674.00	5,43,26,033.00
3224 MP Fund-GUDHE+ADSUL	7,52,893.00		2,42,527.00	5,10,366.00
3225 Competitive Examination	4,73,427.00		1,14,750.00	3,58,677.00
3225 District Planning Committee	12,09,19,386.00	2,80,88,208.00	9,68,06,462.38	5,22,01,131.62
3225 Supply of Equipment for Anganwadi Projectt	5,05,437.00			5,05,437.00
3229 Adhar Project	53,388.00			53,388.00
3229 Const of Public Toilets Under N.P. Scheme	48,61,000.00			48,61,000.00
3229 Construction & Maintai of Ambanala & Upna	(75,011.00)			(75,011.00)
3229 Dev. Plan for Small & Medium Cities-PENDING	2,17,73,101.00			2,17,73,101.00
3229 GIS Softwar	17,87,956.00		5,12,057.00	12,75,899.00
3229 MAJOR DEVELOPMENT-PENDING	29,629.00			29,629.00
3229 MH People Dev Project (Swarna Jayanti)	4,33,50,346.00			4,33,50,346.00
3229 Natural Calamity	(7,15,98,198.00)		1,09,848.00	(7,17,08,046.00)
3229 Vidarbha Scientist Development Fundd	22,19,945.00			22,19,945.00
DPDC Funds-Pending	70,40,829.00			70,40,829.00
MP/ MLA Fund	3,78,60,768.00	11,41,421.00		3,90,02,189.00



Others Govt of Maharashtra-Pending	29,39,56,487.00			29,39,56,487.00
Prathmic Shala Anudan	80,00,000.00		21,88,573.50	21,73,06,973.50
Prathmik Soyi Suvidha-25 Cr	75,69,527.00			75,69,527.00
Rajapeth Overbridge	(6,68,53,915.00)			(4,47,53,915.00)
Shahar Bus Wahtuk Anudan	2,63,186.00			2,63,186.00
<b>Govt of Maharashtra (Other Dept)</b>	<b>33,13,27,819.00</b>	<b>50,000.00</b>	<b>54,00,814.00</b>	<b>32,59,77,005.00</b>
3230 Gharkul Yojna for SC-STt	21,81,71,445.00			21,81,71,445.00
3230 Grant for Minority Developmentt	35,28,441.00			35,28,441.00
3230 Grant to Ambadevi & Ekviradevi Sanstan	(12,93,717.00)		53,50,814.00	(66,44,531.00)
3230 Minority Students Allowalce-Pending	5,05,245.00			5,05,245.00
3230 Savitribai Phule Girls Dev. Scheme-Pending	13,25,600.00	50,000.00	50,000.00	13,25,600.00
3230 Swarna Jayanti Urban Employment Scheme-Pending	(4,38,47,900.00)			(4,38,47,900.00)
Government of Maharashtra (Other Depat),All-Pending	2,94,38,705.00			2,94,38,705.00
Grant for Chattri Talav	12,35,00,000.00			12,35,00,000.00
<b>Grand Total</b>	<b>4214453120.85</b>	<b>1451294934.00</b>	<b>658100593.45</b>	<b>5007647461.40</b>





## **Notes to Accounts**

### **1. Background**

As part of financial reforms accrual based double entry accounting system under AMRUT guidelines and as per Amravati Municipal Accounting Method (AMAM), the available accounting data for the FY 2018-19 was entered into customized TALLY ERP 9.0 Software. The financial statements presented herein are the outcome of this process. The quality and reliability of the financial statements presented herewith are dependent upon and subject to the quality and reliability of available accounting input supplied by the municipal corporation.

### **2. Use of Estimates**

The preparation of financial statements in conformity with generally accepted accounting principles, guidelines of AMAM requires municipal corporation to make estimates and assumption that effect the reported balance of assets and liabilities and also disclosures relating to contingent liabilities as at the date of financial statements and reported such estimates relied upon includes provisions on tax receivables, useful lives of fixed assets etc. Difference between the actual result and estimates are recognized in the period in which the results are known/ materialized.

### **3. Recognition of Revenue**

i) Revenue in respect of advertisement Rights/Hoardings:

In case of Revenue from advertisement rights since records are not maintained properly, same is recognized on actual receipt basis.

### **4. Recognition of Expenditure**

i) The Municipal Corporation has not maintained unpaid/ pending bills register. Hence Revenue expenditure incurred during the year but not paid for could not be included in the Financial Statements.

ii) Employee Benefits Expenses

Contribution towards Pension and other retirement benefit are recognized as expense as and when they are paid.

Municipal Corporation deducts Defined Contributory Pension Scheme (DCPS). Provident Fund (EPF) from employees salary and deposit that amount in bank. From that amount Corporation make the Fixed Deposit with various banks and earned interest. After the retirement of employee, Corporation paid the whole amount of deduction with interest to the retired employee. Those whole processes depend and prepared on the Software maintained by Municipal Corporation. The said software expired on year 2003,

It is difficult to said that Municipal Corporation complied with the various provisions of National Pension Scheme and Employees Provident Fund Scheme.





### iii) Provision against Receivables

As the Municipal Corporation does not have detailed bifurcation which is required it is very difficult for us to identify the ageing.

## **5. Fixed Assets & Capital Work in Progress**

### i) Fixed Assets Opening Balances

Municipal Corporation has not prepared Fixed Asset Register. Therefore it is difficult to identify the Properties of Municipal Corporation. As the details of the fixed assets & Capital work in progress were not provided for the preparation of opening balance sheet. Fixed assets and capital work in progress shows only those assets which are subsequently acquired as identifiable from the records shared with us. The fixed assets are shown at lower side.

### ii) Subsequent additions and deletions

Details of fixed asset additions, capital work in progress completed and put to use was not made available to us as a result only the expense which were specifically identifiable as a capital in nature were capitalized.

### iii) Depreciation and Amortizations of Fixed Assets

As the adequate details regarding the fixed assets required for the provision of the depreciation like total fixed asset of corporation, estimated remaining useful life, assets scrapped during the year as on balance sheet date were not made available.

## **6. Treatment of Grants**

### i) Opening Balance of Grants

The corporation does not maintain grant register in a proper manner i.e. opening balance of grants are taken as the closing balance of the previous year.

### ii) Additions/ deductions during the year

Grant received from government agencies are credited directly to respective Grant fund account and debited to separate bank account which is opened for each grant. Expenditure incurred there from is debited Assets/ Capital work in progress/ specific revenue expenditure accounts as the case may be. On the other side, funds equal to capital expenditure incurred during the year against grants are transferred to capital contribution from grant liability. Whereas funds equal to revenue expenditure incurred against grants are transferred to revenue grants from grant liability.

## **7. Other Disclosures**



i) The Municipal Corporation has not maintained a separate register for the security deposit, Earnest Money Deposit, Retention Money, Drainage Deposit, Waterworks Deposit, Tender whatever deposits maintained by it. Hence the liability in respect of deposits disclosed in the Balance Sheet is only to the extent of availability of information from whatever records available in that respect. Further that it has not maintained any record of Security or other deposits received in the form of Bank FDR or NSC

ii) Debit Credit balance in Loans & Advances, Balances of sundry creditors & debtors are subject to confirmation/ reconciliation and consequent modifications, if any.

iii) Bank reconciliation of few accounts is pending of account of some long unreconciled entries. Besides, the bank statement of few accounts was not made available to us. The same has been brought to the notice of administration on numerous occasions,

iv) Accounting of the municipal corporation was done based on the source document provided to us during the period of accounting. If the same is change after our accounting the financial statements prepared by us are not presented true and fair view to the extent.

v) These being the ground realities, there might be possibility that these financial statements may not cover assets/ liabilities existing at balance sheet date, if any, but unknown to the appropriate authority of the municipal corporation. Any error or omission is noticed it shall be incorporated by making an adjustment through an "Municipal Fund & Reserve A/c". To that extent, these financial statements are not showing real position of state of affairs of the municipal corporation as on reported date.

vi) The figures in the financial statements have been rounded off to the nearest Rupee.

vii) Previous year figures were regrouped or rearranged were ever required. As per corporation, the tax may have been collected in cash, but the same has been deposited in treasury account either in the same day or in next day, further there is no mention of cash in the treasury cash book, hence the entries has been passed as appears in the treasury cash book.

ix) Year wise aging details of debtors not made available hence provision for bad and doubtful debts cannot be made.

x) Work completion certificate for the assets created/ capitalized during the year has not made available to us, we have capitalized the assets on the basis of the entries in the measurement book/ scheme register/ files of contractors.

xi) In the department of Swacha Bharat yojana accounts details i.e cash books, bank books, vouchers, etc not provided to us for the accounting hence those transaction not recognized in the books of account. Further that management informed us that the cash books and documents are submitted to police stations.

## 8. Disclaimer





All the financial figures and comments in specific or general terms made in relation to the same or the accounting process in general in the Amravati Municipal Corporation are based on information, documents and explanations provided by officers and staff during the course of engagement and the correctness, origin comprehensiveness or veracity or comments or explanation in so far as they relate to existing practices is not the responsibility of the consulting team. It is emphasized that the amounts must be made the subject of independent audit. Although the consulting team has made every effort to obtain information from every department of Amravati Municipal Corporation and also circulated the team's requirement in this regard, it is possible that some relevant information or documents have not become available to team. This document is based upon and restricted to the set of information, comments and explanation provided by Amravati Municipal Corporation officers and staff therefore any such information, comments and explanation not provided to consulting team is excluded and the team has no responsibility whatsoever in regard to the possible present or future effects of such documents, comments, information and explanation on present documents. The consulting team is not responsible for any legal or other liability that may arise in any point of time from this documents or any interpretation whatsoever that may be put on the whole or part of it. The consulting team is not responsible for any legal consequences arising out of non-compliance by the Amravati Municipal Corporation of any of its statutory or other governmental obligation that may become apparent now or any time in the future, in whatsoever manner and whatsoever way.

