



INDEPENDENT AUDITOR'S REPORT

To the member of Nagarpalika, Mundwa (Nagaur, Raj.)

We have audited the accompanying financial statements of **Nagarpalika, Mundwa**, which comprise the Balance Sheet as at March 31, 2014 and the Income and Expenditure Account 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 flows of the Nagarpalika 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.

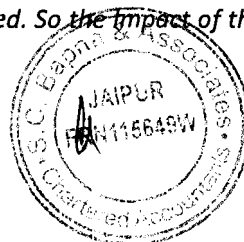
An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Nagarpalika'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 Nagarpalika'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 Nagarpalika of Mundwa, Nagaur has charged depreciation of Rs.20582.10 which is not 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.



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- 179, Sector No 3, Hiran Magri, Udaipur, Rajasthan-313001



2. Opening Balances

- The Nagarpalika has not made available audited accounts for the previous financial year i.e. 2012-13. So we have considered the Opening Balances taken in the Books of accounts while auditing the financial statements for the year 2013-14 as provided by the Nagarpalika.

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:

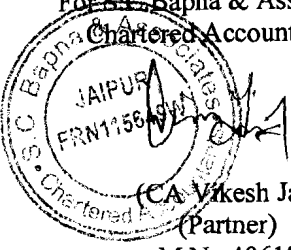
- in the case of the Balance Sheet, of the state of affairs of the Nagarpalika as at March 31, 2014 and
- in the case of the Income and Expenditure Account, of the excess of expenditure over income for the year ended on that date;

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 Nagarpalika 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 : 04.01.2017

For S. C. Bapna & Associates
Chartered Accountants

(CA Vikesh Jain)
(Partner)
M No.406182
FRN No.115649W

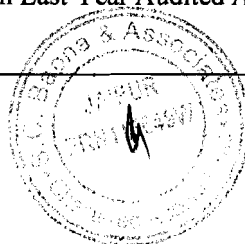
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Nagarpalika, Mundwa

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

1. Whether all sums due to and received by the Nagarpalika 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 Nagarpalika during the year, have been accounted properly, and where any deduction is made out of such grants towards any dues of the Nagarpalika 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;	No
4. Whether the Nagarpalika 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 Nagarpalika, whether lease rentals are collected regularly by the Nagarpalika and that the lease agreements are renewed after their expiry;	No Complete details not Maintained
6. Whether physical verification has been conducted by the Nagarpalika at reasonable intervals in respect of stores; Whether the procedures of physical verification of stores followed by the Nagarpalika 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 Nagarpalika 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 Nagarpalika 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 Nagarpalika 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 Nagarpalika'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 Nagarpalika;	No
14. Whether the year-end and reconciliation procedures have been carried out;	No
15. Whether Opening Balances have been taken from Last Year Audited Accounts?	No Last year accounts were not audited



MUNDWA NAGARPALIKA
BALANCE SHEET AS AT 31.03.2014

	Schedule	As At 31 March 2014
LIABILITIES		
RESERVE & SURPLUS		
Municipal (General) Fund	1	7,344,177.65
Total Reserve & Surplus (A)		7,344,177.65
CURRENT LIABILITIES & PROVISIONS		
Sundry Deposits	2	2,872,866.00
Statutory Liabilities	3	6,488,508.00
Provisions	4	2,191,534.25
Total Current Liabilities and Provisions (D)		11,552,908.25
TOTAL LIABILITIES (A+B+C+D)		18,897,085.90
ASSETS		
FIXED ASSETS		
Net Block	5	12,298,054.05
Total Fixed Assets (A)		12,298,054.05
CURRENT ASSETS, LOAN & ADVANCES		
Cash & Bank Balances	6	6,573,635.85
Loans, Advances & Deposits	7	25,396.00
Total Current Assets, Loans & Advances (C)		6,599,031.85
TOTAL ASSETS(A+B+C)		18,897,085.90

Other notes forming part of Financial Statements
Significant Accounting Policies

As per report of even date attached

For & on behalf of Board of Directors

For & on behalf of Board of Directors
Chartered Accountants
JAIPUR
FRANCHISE
Vikesh Jain
Chartered Accountant

M.No 406182

FRN : 118749W

Date: 04-01-2017

Place: Jaipur

For & on behalf of Board of Directors

(Executive Officer)
अधिकारी (कार्यकारी)
नगर पालिका, मा. मूण्डवा

(Chairman) अध्यक्ष
नगर पालिका, मा. मूण्डवा

MUNDWA NAGARPALIKA

STATEMENT OF INCOME & EXPENDITURE ACCOUNT FOR THE YEAR ENDED ON 31 MARCH
2014

PARTICULARS	Schedule	For the Year Ended 31.03.2014 (Amount in Rs.)
INCOME		
Income From Taxes	8	44,385.00
Fees and User Charges	9	5,715,614.00
Revenue Grants, Contributions and Subsidies	10	29,414,850.00
Miscellaneous Income	11	59,303.00
Total Income		35,234,152.00
EXPENDITURE		
Establishment Expenses	12	10,511,224.00
General Administrative Expenses	13	2,159,763.25
Public Works	14	26,565,889.00
Miscellaneous Expenses	15	4,659.00
Depreciation	5	20,582.10
Total Expenditure		39,262,117.35
Surplus\ Deficit before adjustment of prior period items and Depreciation		
Less; Prior Period Items		
Less: Prior Period adjustment of Depreciation		
NET SURPLUS\ DEFICIT		(4,027,965.35)

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

JAIPUR
FRN 115649W
(CA Vikesh Jain)

Partner

M.No. 406182


FRN : 115649W

Date: 04-01-2014

Place: Jaipur

For & on behalf of Board of Directors


(Executive Officer)

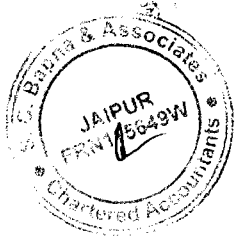

(Chairman) अध्यक्ष
नगर पालिका, मा. मूण्डवा

Notes on Financial Statements for the year ended 31st March, 2014

Particulars	For the period ending on 31.03.2014
Schedule-1	
MUNICIPAL (GENERAL) FUND	
Opening balance	11,372,143.00
Add: Excess of Income over Expenditure	(4,027,965.35)
Total	7,344,177.65
Schedule- 2	
SUNDRY DEPOSITS	
Security & Amanat Payable	2,872,866.00
Total	2,872,866.00
Schedule- 3	
STATUTORY LIABILITIES	
Income Tax (TDS) Payable	
GPF Loan	564,250.00
Gratuity	2,353,371.00
Insurance Deduction	119,639.00
Pension Payable	883,221.00
Prasanik Deduction	387.00
Provident Fund (Employ)	2,295,933.00
Royalty	271,797.00
Total	6,488,508.00
Schedule- 4	
PROVISIONS	
Audit fees Payable	45,626.25
Accounting Fees Payable	86,250.00
Advertisement Expenses Payable	94,525.00
Computer Expense Payable	7,500.00
Construction Exp Payable	1,415,000.00
DA Arrear Payable	57,777.00
Petrol/Diesel Payable	25,148.00
Expenses Payable	49,750.00
Expenses Payable for Data Base	322,260.00
Roadlight Work Exp Payable	77,425.00
Sundry Creditors	
Salary Payable	
Telephone Exp Payable	2,295.00
Vehicle Maint Payable	7,800.00
Total	2,191,534.25

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Jhanshyam
अध्यक्ष
नगर पालिका, मा. मूण्डवा



Schedule- 6

CASH & BANK BALANCES

Cash in Hand	390.20
Balances in Saving & Current a/cs:	
P.D. Account	4,568,965.20
SBBJ 51061991104	2,004,280.45
SBBJ 38479	-
Total	<u><u>6,573,635.85</u></u>

Schedule- 7

LOANS, ADVANCES & DEPOSITS

Govt. Dues Liabilities(Tds I.T.)	25,396.00
Total	<u><u>25,396.00</u></u>




Notes on Financial Statements for the year ended 31st March, 2014

Particulars	For the period ending on 31.03.2014
Schedule - 8	
INCOME FROM TAXES	
House Tax	44,385.00
Total	44,385.00
Schedule - 9	
FEES AND USER CHARGES	
Registration /Lease/Viniyaman Fees	3,934,358.00
Application Fees	9,725.00
Birth Death Registration Fees	1,589.00
Died Animals	100,750.00
Grant Sulk	171.00
Marriage Registration Fees	19,240.00
Nakal Sulk	1,950.00
Patta Sulk	7,800.00
Pramanptra Sulk	4,100.00
Ptravali Jama Sulk	63,400.00
Road Cutting Fees	32,952.00
Tamir Ijjajat Fees	72,299.00
Tender Fees	34,800.00
Water & Electricity NOC Fees	72,247.00
License Fees Construction and Development Work	1,360,233.00
Total	5,715,614.00
Schedule - 10	
REVENUE GRANT, CONTRIBUTION, SUBSIDIES	
Annual Aid by Govt.	13,567,850.00
Grant from State Govt.	7,127,000.00
Special Grant for 11/12th Financial Commission	8,720,000.00
Total	29,414,850.00
Schedule - 11	
MISCELLANEOUS INCOME	
Other Income	18,500.00
Interest from Bank	40,803.00
Total	59,303.00




 C. Bhatia & Associates
 Chartered Accountants
 Jaipur


 अध्यक्ष
 नगर पालिका, मा. मूण्डवा

Schedule -12

ESTABLISHMENT EXP.

Salary and Other Payment	10,470,419.00
Travelling Reimbursement	40,805.00
Total	10,511,224.00

Schedule -13

GENERAL ADMINISTRATION EXP.

Audit Fees	45,626.25
Accounting Fees	86,250.00
Advertisement Expenses	306,009.00
Printing & Stationery 220-21	127,898.00
Cleaning & Garbage Transportation on Contract	389,779.00
Other Exp	693,332.00
Computer Exp	398,260.00
Contigent Exp	22,859.00
Court Expenses	41,600.00
Dress	48,150.00
Total	2,159,763.25

Schedule- 14

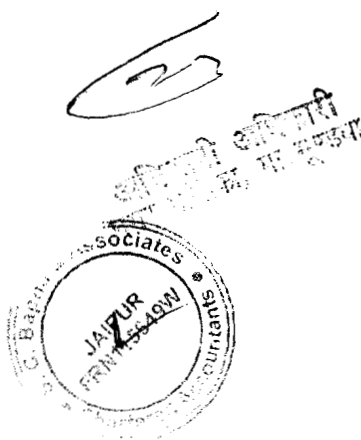
PUBLIC WORKS

Development and Maintenance of Kacchi Basti	82,489.00
Expenses against aid for Roads & Gutter	10,038,333.00
Expenses against MP. MLA Fund	1,200,000.00
Other Construction Work	1,222,049.00
Swarna Jayanti Rojgar Yojna Expenses	472,705.00
Roads & Bridge	10,159,932.00
Sewerage & Drainage	614,500.00
Nalavali Nirman Karya	620,158.00
Road Light Development	2,155,723.00
Total	26,565,889.00

Schedule- 15

MISCELLANEOUS EXPENSES

Bank Charges	4,659.00
Total	4,659.00



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Registration /Lease/Viniyaman Fees	
Lease Fees	1,398,962.00
Registration Fees	394,569.00
Viniyaman Fees	2,140,827.00
	3,934,358.00

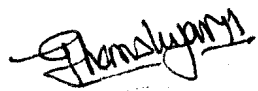
Expenses against aid for Roads & Gutter

Repair & Maintanance	124,564.00
Repair & Maintinace Vehical	44,360.00
Roadlight Work Expenses	2,665,375.00
Sadak Marramat	7,204,034.00
	10,038,333.00

Other Expenses

Arthik Janganna Expenses	71,700.00
Communication Expenses 220-12	32,594.00
Diesel Expenses	143,266.00
Electricity Exp.	23,102.00
Jan Chetna Siveer Exp.	10,000.00
Light Decoration	49,750.00
News Paper Expenses	5,174.00
Sundry Expenses	179,353.00
Utsav & Parv 250-20-02	177,133.00
Water Expenses	1,260.00
	693,332.00


 नगरपालिका कार्यालय
 काठमाडौं, नेपाल




MUNICIPAL (GENERAL) FUND

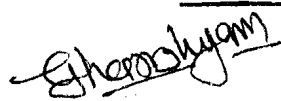
M.L.A. Fund	173,307.00
S.J.S.Y Fund	3,631,333.00
Special Grant	1,381,416.00
	<u>5,186,056.00</u>

Security & Amanat Payable

Security Deposit - Abdul Amid Mohh Raffiq Khan	10,000.00
Security Deposit - Abdul Qyum Abdul Sakum	10,000.00
Security Deposit - GS Traders	3,000.00
Security Deposit - Hema Ram Mundel	44,050.00
Security Deposit - Kala Enterprises	3,000.00
Security Deposit - Kanhya Lal Rondu	2,250.00
Security Deposit - MK Enterprises	3,000.00
Security Deposit - Sabir Hussain/Abdul Amid	10,000.00
Security Deposit - Tirupati Company	15,900.00
Security Amount - Hemaram Mundel 340-10-02	1,427,439.00
Security Amount - Kailash Enterprises 340-10-02	87,795.00
Security Amount - Kaluram Mundel 340-10-02	218,771.00
Security Amount - Omprakash Surjaram 340-10-02	550,132.00
Security Deposit Others	487,529.00
	<u>2,872,866.00</u>



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Schedule-5

Tangible Assets

PARTICULARS	RATE	GROSS BLOCK AT COST			DEPRECIATION			NET BLOCK		
		As at 01-Apr-13	Additions	Deductions	As at 31-Mar-14	Upto 01-Apr-13	For the year	Upto 31-Mar-14	As at 31-Mar-14	As at 31-Mar-13
Barmda Nirman Karay	0%	330,594.00			330,594.00	-	-	-	330,594.00	330,594.00
Divar Nirman	0%	3,013,750.00			3,013,750.00	-	-	-	3,013,750.00	3,013,750.00
Hanuman Vatika	0%	6,530,526.15			6,530,526.15	-	-	-	6,530,526.15	6,530,526.15
Hanuman Vatika Nirman Karya	0%	2,270,516.00			2,270,516.00	-	-	-	2,270,516.00	2,270,516.00
Vehicle	11.88%	-	173,250.00	-	173,250.00	-	20,582.10	20,582.10	152,667.90	-
TOTAL		12,145,386.15	173,250.00	-	12,318,636.15	-	20,582.10	20,582.10	12,298,054.05	12,145,386.15



Prof. Suresh B. Patil
PROF. SURESH B. PATIL
 Chartered Accountant

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