

I INDORE

INDORE MUNICIPAL CORPORATION

ANNUAL FINANCIAL STATEMENTS
FINANCIAL YEAR 2019-20



INDORE MUNICIPAL CORPORATION

BALANCE SHEET

AS AT 31ST MARCH, 2020

1/8/2021



<https://udin.icaai.org/print-udin/17796372>

GDK & ASSOCIATES

CHARTERED ACCOUNTANTS

Offices : Bhopal, Indore, Pune, Sagar

CA. Anand Jain, Partner
FCA, LL.B.(Hons), B.Com

612, Fortune Ambiance, South Tukoganj,
Near Surya Hotel, Indore (M.P)

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INDEPENDENT AUDITOR'S REPORT

To,
**The Municipal Commissioner,
Indore Municipal Corporation,
Indore**

REPORT ON THE FINANCIAL STATEMENTS

Opinion

We have audited the accompanying consolidated financial statements of **INDORE MUNICIPAL CORPORATION, INDORE**, which comprise the balance sheet as at March 31, 2020, and the Statement of Income & Expenditure and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the books of accounts, Income & Expenditure and Balance Sheet of the Corporation for the audited year, give the information required by the MPMAM in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Corporation as at March 31, 2020, its Income & Expenditure and cash flows for the year ended on that date.

Basis for opinion

We conducted our audit in accordance with the standards on auditing specified under double entry system of accounting under MPMAM. Our responsibilities under those Standards are further described in the auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the Corporation in accordance with the code of ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Act and the rules there under, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the code of ethics.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

<https://udin.icaai.org/print-udin/17796372>



Information other than the financial statements and auditors' report thereon

The authorities of the corporation are responsible for the preparation of the other information. The other information does not include the financial statements and our auditor's report thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the standalone financial statements or our knowledge obtained during the course of our audit or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Management's responsibility for the financial statements

The authorities of the corporation are 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 Corporation in accordance with the accounting principles generally accepted by the Corporation. 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 statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the Corporation's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting.



Auditor's responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Corporation's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Corporation to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.



We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards. From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Report on other legal and regulatory requirements

We report the following observations and discrepancies which we are giving in "ANNEXED REPORT" to be read every time with this Statutory Audit Report. Subject to above: we 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 purposes of our audit.
- b) In our opinion proper books of account as required by law have been kept and maintained by the Corporation so far as appears from our examination of such books and subject to the observations made below.
- c) The Balance Sheet, the Statement of Income and Expenditure, and Cash Flow Statement dealt with by this Report are in agreement with the books of account
- d) We further report that –

We have obtained all the information and explanations knowledge and belief were necessary for the purposes of our audit.

In our opinion, proper books of account as required by law have been kept by the corporation so far as it appears from our examination;

- (a) The Balance Sheet, the Statement of Income & Expenditure dealt with by this Report are in agreement with the books of account



(b) The audit has been undertaken according to the details provided and explanations given on all the financial and non financial matters and the detailed point during audit has been pointed in annexed report.

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

i. The Corporation has disclosed the impact of pending litigations on its financial position in its financial statements.

ii. The Corporation has made provision, as required under the applicable law or accounting standards, for material foreseeable losses, if any, on long-term contracts.

For GDK & Associates
Chartered Accountants



CA Anand Jain
(Partner)

M. N. 427705

Date: 30-12-2020

Place: Indore

UDIN : 21427705AAAAAF8614



Report on the Internal Financial Controls

We have audited the internal financial controls over financial reporting of **Indore Municipal Corporation, Indore** as on 31 March 2020 in conjunction with our audit of the financial statements of the Corporation for the year ended on that date.

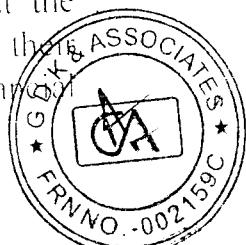
Management's Responsibility for Internal Financial Controls

The Corporation's management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Corporation considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India ('ICAI'). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to Corporation's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required. Though reliance has been placed on the M/s A.K. Surana & Co., Chartered Accountants who has drawn books of accounts, Income & Expenditure and Balance Sheet of the Corporation for the audited year .

Auditors' Responsibility

Our responsibility is to express an opinion on the Corporation's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls over Financial Reporting (the "Guidance Note") and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and the operating effectiveness. Our audit of internal financial controls over financial



reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. 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.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Corporation's internal financial controls system over financial reporting.

Meaning of Internal Financial Controls over Financial Reporting

A Corporation's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A Corporation's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the Corporation; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the Corporation are being made only in accordance with authorizations of management and directors of the Corporation; and (3) provide reasonable assurance regarding prevention or timely detection of un-authorized acquisition, use, or disposition of the Corporation's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls over Financial Reporting

Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.



INDORE MUNICIPAL CORPORATION

BALANCE SHEET

(AS AT 31 MARCH 2020)



(Amount in Rupees)

Particulars		Schedule No.		Current Year	Previous Year
A	SOURCES OF FUNDS				
A1	Reserves and Surplus				
	Municipal (General) Fund	B-1	19,233,532,465		17,751,493,513
	Earmarked Funds	B-2	476,476,286		460,029,462
	Reserves	B-3	21,811,149,231		18,728,034,284
	Total Reserves and Surplus			41,521,157,983	36,939,557,258
A2	Grants, Contributions for Specific Purpose	B-4		6,135,054,791	5,856,928,726
A3	Loans				
	Secured Loan	B-5	3,531,950,505		3,846,961,925
	Unsecured Loans	B-6	9,827,276		9,827,276
	Total Loans			3,541,777,781	3,856,789,201
	TOTAL OF SOURCES OF FUNDS [A1-A3]			51,197,990,555	46,653,275,186
B	APPLICATION OF FUNDS				
B1	Fixed Assets				
	(including Statues and Heritage Assets)				
	Gross Block	B-11	39,827,129,591		37,578,400,055
	Less: Accumulated Depreciation		20,106,104,565		17,659,872,536
	Net Block			19,721,025,026	19,918,527,519
	Capital Work-in-Progress			15,158,581,799	12,330,972,309
				34,879,606,824	32,249,499,828
B2	Investments				
	Investment - General Fund	B-12		1,631,560,601	2,125,030,674
	Investment - Other Fund	B-13		692,054,265	424,545,878
	Total Investments			2,323,614,866	2,549,576,552
B3	Current Assets, Loans & Advances :				
	Stock in Hand (Inventories)	B-14		5,286,624,797	2,190,271,964
	Sundry Debtors (Receivables) :				
	Gross Amount Outstanding	B-15	19,116,660,109		16,413,167,026
	Less: Accumulated Provision against bad and doubtful receivables		9,054,992,434	10,061,667,675	8,015,799,905
	Prepaid Expenses	B-16		9,718,507	8,610,337
	Cash and Bank Balances	B-17		2,346,877,809	3,480,066,598
	Loans, Advances and Deposits	B-18		4,560,335,380	4,524,703,422
	Total Current Assets			22,265,224,169	18,601,019,442
B4	Current Liabilities and Provisions				
	Deposits Received	B-7		1,722,137,295	1,544,613,254
	Deposit Works	B-8		153,794,349	135,336,700
	Other Liabilities (Sundry Creditors)	B-9		6,342,126,672	5,015,303,561
	Provisions	B-10		73,719,659	70,401,342
B5	Total Current Liabilities			8,291,777,976	6,765,654,857
	Net Current Assets (B3-B4)			13,973,446,193	11,835,364,585
C	Other Assets	B-19		21,322,671	18,834,221
D	Miscellaneous Expenditure (to the extent not written off)	B-20		-	-
	TOTAL OF APPLICATION OF FUNDS [B1+B2+B3+B4+B5+C+D]			51,197,990,555	46,653,275,186

Notes to the Balance Sheet and Significant Accounting Policies

B-21

Note: The Schedules referred to above are an integral part of the Balance Sheet.

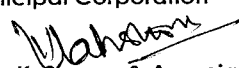
As per Our Report Attached of Even Date

For GDK& Associates

Chartered Accountants
FRN 002159C
(CA Anand Jain)
Partner
M. No. 427705


Commissioner
Indore Municipal Corporation


Additional Commissioner - Finance
Indore Municipal Corporation



A. K. Surana & Associates
Handholding Consultants

Place : Indore
Date : 30/12/2020
UDIN: 21427705AAKAAAG0014

INDORE MUNICIPAL CORPORATION

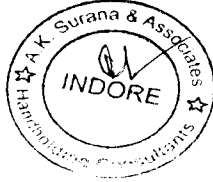
SCHEDULE FORMING PART OF BALANCE SHEET



Schedule B-1: Municipal (General) Fund

(Amount in Rupees)

Account Code	Particulars	As on 31st March 2020	As on 31st March 2019
3101000	Municipal (General) Fund Account Balance as per last Balance Sheet	17,751,493,513	16,027,252,282
	Additions during the year		
	- Surplus for the year	2,587,976,218	2,760,833,357
	- Transfers (As per Annexure 1)		17,327,846
	TOTAL	20,339,469,731	18,805,413,485
	Deductions during the year		
	- Deficit for the year	-	-
	- Transfers IMC Share to Grant Fund	1,084,072,857	1,053,919,972
	- Transfers (As per Annexure 1)	21,864,409	-
	TOTAL	1,105,937,266	1,053,919,972
	Balance at the end of the year	19,233,532,465	17,751,493,513



INDORE MUNICIPAL CORPORATION

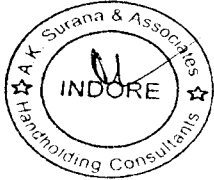
SCHEDULE FORMING PART OF BALANCE SHEET

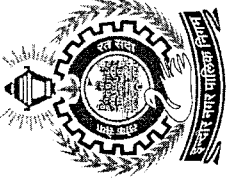


Schedule B-2: Earmarked Fund (Special Funds / Sinking Fund / Trust or Agency Fund)

(Amount in Rupees)

Particulars	General Provident Fund (G.P.F.)	Pension Fund	Family Benefit Fund (F.B.F.)	TOTAL
(a) Opening Balance	406,787,876	48,723,190	4,518,396	460,029,462
(b) Additions to Fund				
◦ Contribution from Employees during the year	56,977,823	19,959,570	6,424,713	83,362,106
◦ Contribution from Employer during the year	-	-	-	-
◦ Interests on GPF Contribution	27,834,839	-	-	27,834,839
Total (b)	84,812,662	19,959,570	6,424,713	111,196,945
(c) Payment out of funds				
◦ Payment made to Employees during the year	82,598,205	-	12,151,916	94,750,121
◦ <u>Revenue Expenditure:</u>				
- Bank Charges & Interest	-	-	-	-
- Administrative Charges	-	-	-	-
Total (c)	82,598,205	-	12,151,916	94,750,121
Net Balance of Special Funds (a + b - c)	409,002,333	68,682,760	-1,208,807	476,476,286



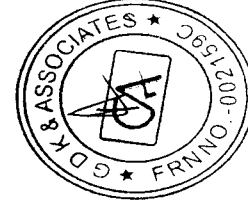
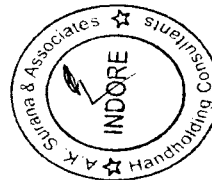


INDORE MUNICIPAL CORPORATION SCHEDULE FORMING PART OF BALANCE SHEET

Schedule B-3: Reserves

(Amount in Rupees)

Account Code	Particulars	Opening Balance (Rs.)	Additions during the year (Rs.)	Total (Rs.)	Deductions during the year (Rs.)	As on 31st March 2020
1	2	3	4	5 (3+4)	6	7 (5-6)
3121000	Capital Contribution	6,707,322,688	29,974,778	6,737,297,466	558,915,704	6,178,381,762
3121100	Capital Reserve					
	Capital Work in Progress:					
	CWIP against Grant Funds	4,699,722,834	2,813,920,711	7,513,643,545		7,513,643,545
	CWIP of Project UDAY	2,273,296,535	-	2,273,296,535		2,273,296,535
	Total Capital Reserve	6,973,019,369	2,813,920,711	9,786,940,080	-	9,786,940,080
3122000	Borrowing Redemption Reserve					
3123000	Special Fund (Utilised)					
3124000	Statutory Reserve	5,047,692,227	798,135,163	5,845,827,390	-	5,845,827,390
3125000	General Reserve					
3126000	Revaluation Reserve					
3120000	Total Reserve Funds	18,728,034,284	3,642,030,652	22,370,064,936	558,915,704	21,811,149,231



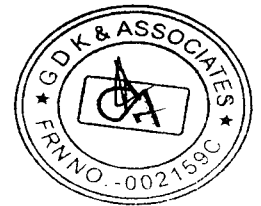
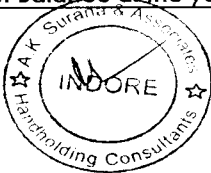
INDORE MUNICIPAL CORPORATION
SCHEDULE FORMING PART OF BALANCE SHEET



Schedule B-4: Grants & Contribution for Specific Purposes

(Amount in Rupees)

Particulars		Grants from Central Government	Grants from State Government	Grants from Others	Total (As On 31.03.2020)
Account Code		3201000	3202000	3206003	
(a)	Opening Balance	3,390,181,700	2,413,258,062	53,488,964	5,856,928,726
(b)	Additions to the Grants				
o	Grant received during the year	1,608,539,000	1,182,551,567	3,781,300	2,794,871,867
o	Grant Transfer from State during the year	-	-	-	-
o	IMC Contribution for Project out of Municipal Fund	845,960,568	238,112,289	-	1,084,072,857
o	Interest / Dividend earned on Grant Investments	32,388,277	6,356,661	-	38,744,938
o	Other Income	3,433,821	-	-	3,433,821
o	Transfer from Capital Reserve	-	-	-	-
o	Transfer from Other Grants	216,761,044	-	-	216,761,044
Total (b)		2,707,082,710	1,427,020,517	3,781,300	4,137,884,527
Total (a + b)		6,097,264,410	3,840,278,579	57,270,264	9,994,813,253
(c)	Payments Out of funds				
o	Capital expenditure on Fixed Assets	2,728,363,582	115,531,907	-	2,843,895,489
o	Capital expenditure on Other	-	-	-	-
o	Revenue Expenditure	4,807,800	458,522,644	-	463,330,444
o	Grants Refunded / Adjustment of PY	-	-	-	-
o	Transferred to Central Grant / Other Grant	439,132,529	113,400,000	-	552,532,529
o	Other administrative charges	-	-	-	-
Total (C)		3,172,303,911	687,454,551	-	3,859,758,462
Net Balance at the year end (a+b) - (c)		2,924,960,499	3,152,824,028	57,270,264	6,135,054,791



INDORE MUNICIPAL CORPORATION

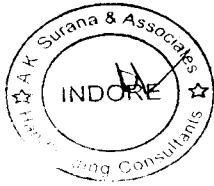
SCHEDULE FORMING PART OF BALANCE SHEET



Schedule B-5: Secured Loans

(Amount in Rupees)

Account Code	Particulars	As on 31st March 2020	As on 31st March 2019
3301000	Loans From Central Government		
3302000	Loans From State Government		
3303000	Loans From Government Bodies Associations		
3304000	Loans From International Agencies		
	Loan from ADB-Project Uday	1,700,905,646	1,915,273,518
3305000	Loan From Banks & Others Financial Institutions		
	State Bank of India	-3,825,513	128,247,636
	NSKFDC	122,107,000	-
	HUDCO	313,763,372	404,440,771
3306000	Other Term Loans		
3307000	Bonds & Debentures	1,399,000,000	1,399,000,000
3308000	Other Loans		
3300000	Total Secured Loans	3,531,950,505	3,846,961,925



INDORE MUNICIPAL CORPORATION

SCHEDULE FORMING PART OF BALANCE SHEET



Schedule B-6: Unsecured Loans

(Amount in Rupees)

Account Code	Particulars	As on 31st March 2020	As on 31st March 2019
3311000	Loans From Central Government Loan from Ministry of Defence	9,827,276	9,827,276
3312000	Loans From State Government		
3313000	Loans From Government Bodies Associations		
3314000	Loans From International Agencies		
3315000	Loan From Banks & Others Financial Institutions	-	-
3316000	Other Term Loan		
3317000	Bonds and Debentures		
3318000	Other Loans		
3310000	Total Unsecured Loans	9,827,276	9,827,276



INDORE MUNICIPAL CORPORATION
SCHEDULE FORMING PART OF BALANCE SHEET



Schedule B-7: Deposits Received

(Amount in Rupees)

Account Code	Particulars	As on 31st March 2020	As on 31st March 2019
3401000	From Contractor: Security Deposit, EMD & Other	1,722,137,295	1,544,613,254
3402000	From Revenues		
3403000	From Staff		
3408000	From Others		
3400000	Total Deposits Received	1,722,137,295	1,544,613,254



INDORE MUNICIPAL CORPORATION

SCHEDULE FORMING PART OF BALANCE SHEET



Schedule B-8: Deposits Works

(Amount in Rupees)

Account Code	Particulars	Name of the Depositor	Opening Balance as the beginning of the year (Rs.)	Additions (Deduction) during the year (Rs.)	Utilization / Expenditure (Rs.)	Balance outstanding at the end of the year 2019-20 (Rs.)
3411000	Civil Work		-	-	-	-
3412000	Electrical Work					
3418000	Others - Deposit Works		135,336,700	18,457,649	-	153,794,349
3410000	Total of deposit Works		135,336,700	18,457,649	-	153,794,349



INDORE MUNICIPAL CORPORATION

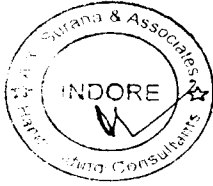
SCHEDULE FORMING PART OF BALANCE SHEET



Schedule B-9: Other Liabilities (Sundry Creditors)

(Amount in Rupees)

Account Code	Particulars	As on 31st March 2020	As on 31st March 2019
3501000	Creditors	3,923,965,500	3,386,988,153
3501100	Employee Liability	350,883,624	289,075,607
3502000	Government Dues Payable	90,859,476	170,023,432
3502034	Recoveries Payable	675,526,564	415,320,458
3504100	Advance collection of Revenues	831,815,778	280,861,731
3501000	Other Liabilities - Project Uday	105,661,358	123,120,273
3501000	Other Liabilities - DFID	65,438	65,438
3508000	Miscellaneous Receipts	363,348,934	349,848,469
3500000	Total Other Liabilities (Sundry Creditors)	6,342,126,672	5,015,303,561



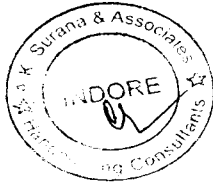
INDORE MUNICIPAL CORPORATION
SCHEDULE FORMING PART OF BALANCE SHEET

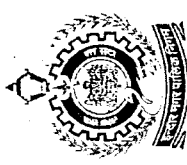


Schedule B-10: Provisions

(Amount in Rupees)

Account Code	Particulars	As on 31st March 2020	As on 31st March 2019
3601000	Provision for Expenses :		
	Electricity Bill	30,286,294	30,127,906
	Fuel Expenses (Diesel)	42,165,978	39,624,572
	Telephone Exp. Payable	1,267,387	648,864
3602000	Provision for Interest		
3603000	Provision for Other Assets		
3600000	Total	73,719,659.07	70,401,342.00



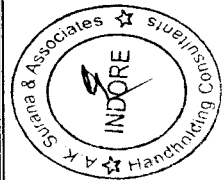


INDORE MUNICIPAL CORPORATION

SCHEDULE FORMING PART OF BALANCE SHEET

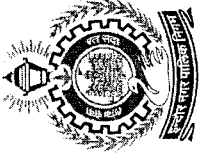
Schedule B-11-A : Fixed Assets FIXED ASSETS AGAINST MUNICIPAL FUNDS

Account Code	Particulars	Gross Block (at Cost)				Cost at the end of the year 2019-20	Accumulated Depreciation			Net Block	
		Opening Balance	Additions during the period	Deductions during the period	7		8	9	10	Amount As on 31 March 2020 (Rs.)	Amount As on 31 March 2019 (Rs.)
1	2	3	4	5	6	7	8	9	10	11	12
4101001	Land	7,191,017	-	-	7,191,017	-	-	-	-	7,191,017	7,191,017
4101003	Parks and Playgrounds Amenities to Parks	1,317,364,310	85,743,114	-	1,403,107,424	698,380,366	177,249,778	-	875,630,144	527,477,280	618,983,944
4102000	Building	2,469,716,746	296,357,978	-	2,766,074,724	667,754,451	91,260,975	-	759,015,426	2,007,059,298	1,801,962,295
4102001	Statues, Heritage Assets, Valuable work on Art & Antiquities	4,461,075	-	-	4,461,075	-	-	-	-	4,461,075	4,461,075
4103000	Roads	11,021,707,496	777,826,488	-	11,799,533,984	7,274,295,608	990,299,002	-	8,264,594,610	3,534,939,374	3,747,411,888
4103004	Bridges & Culverts	614,078,400	128,808,443	-	742,886,843	110,313,304	23,822,381	-	134,135,685	608,751,158	503,765,096
4103100	Drains & Sewerage	4,615,748,239	494,672,104	-	5,110,420,343	1,235,575,120	334,557,479	-	1,570,132,599	3,540,287,744	3,380,173,119
4103200	Water Ways and Water Work, Distribution & Rising Mains	2,190,138,602	281,905,190	-	2,472,043,792	287,684,270	60,263,387	-	347,947,657	2,124,096,135	1,902,454,332
4103204	Lakes and Ponds	538,430	18,887,402	-	19,425,832	-	-	-	-	19,425,832	538,430
4103300	Public Lighting	1,100,582,233	51,492,702	-	1,152,074,935	525,926,009	101,866,433	-	627,792,441	524,282,494	574,656,224
4104000	Plant & Machinery	2,095,985,501	-	-	2,095,985,501	2,077,661,077	8,969,507	-	2,086,630,584	9,354,917	18,324,424
4105000	Vehicles	801,800,540	53,589,525	-	855,390,065	275,932,120	74,558,245	-	350,490,365	504,899,700	525,868,420
4106000	Office and Other Equipments	186,014,611	27,533,018	-	213,547,629	80,602,208	21,172,005	-	101,774,213	111,773,416	105,412,403
4107000	Furniture, Fixture, Fitting and Electrical Appliances	56,795,192	1,840,994	-	58,636,186	36,924,262	3,297,133	-	40,221,394	18,414,792	19,870,930
4108000	Other Fixed Assets	-	-	-	-	-	-	-	-	-	-
	Live Stock	131,233	97,800	-	229,033	-	-	-	-	229,033	131,233
	SUB Total (A)	26,482,253,625	2,218,754,758	-	28,701,008,383	13,271,048,794	1,887,316,325	-	15,158,365,119	13,542,643,264	13,211,204,831
4120000	Capital Work in Progress										
	CWIP - Project Uday (ADB IMC Share	5,357,952,940	-	-	5,357,952,940	-	-	-	-	5,357,952,940	5,357,952,940
	CWIP - Solar Plant	-	13,688,779	-	13,688,779	-	-	-	-	13,688,779	-
	SUB Total (B)	5,357,952,940	13,688,779	-	5,371,641,719	-	-	-	-	5,371,641,719	5,357,952,940
	TOTAL (A + B)	31,840,206,565	2,232,443,537	-	34,072,650,102	13,271,048,794	1,887,316,325	-	15,158,365,119	18,914,284,983	18,569,157,771



INDORE MUNICIPAL CORPORATION

SCHEDULE FORMING PART OF BALANCE SHEET



Schedule B-11 B : Fixed Assets (Amount in Rupees)
FIXED ASSETS AGAINST GRANT FUNDS

Account Code	Particulars	Gross Block (at Cost)				Accumulated Depreciation			Net Block		
		Opening Balance	Additions during the period	Deductions during the period	Cost at the end of the year 2019-20	Opening Balance	Additions during the period	Deductions during the period	Total at the end of the year 2019-20	Amount As on 31 March 2020 (Rs.)	Amount As on 31 March 2019 (Rs.)
1	2	3	4	5	6	7	8	9	10	11	12
4101000	Land	3,003,648	-	-	3,003,648	-	-	-	-	3,003,648	3,003,648
4102000	Building	3,414,549,922	20,407,224	-	3,434,957,146	650,535,060	114,344,420	-	764,879,480	2,670,077,666	2,764,014,862
4103000	Roads & Bridges	1,687,787,252	4,330,076	-	1,692,117,328	1,264,628,316	53,836,398	-	1,318,464,714	373,652,614	423,158,936
4103100	Drainage & Sewerage	5,322,791,197	-	-	5,322,791,197	2,284,904,860	354,852,746	-	2,639,757,607	2,683,033,590	3,037,886,337
4103200	Water Works	384,737,679	-	-	384,737,679	87,366,587	9,610,532	-	96,977,119	287,760,560	297,371,092
4103300	Lighting	53,628,553	-	-	53,628,553	40,926,035	4,485,764	-	45,411,799	8,216,754	12,702,518
4105000	Vehicle	187,076,784	-	-	187,076,784	40,299,357	18,707,678	-	59,007,035	128,069,749	146,777,427
4106000	Office Equipment & Computers	36,601,020	5,237,478	-	41,838,498	14,435,486	3,014,893	-	17,450,379	24,388,119	22,165,534
4107000	Furniture & Fixtures	2,220,375	-	-	2,220,375	1,978,042	63,272	-	2,041,314	179,061	242,333
4108000	Other Fixed Assets	3,750,000	-	-	3,750,000	3,749,999	-	-	3,749,999	1	1
	SUB Total	11,096,146,430	29,974,778	-	11,126,121,208	4,388,823,742	558,915,704	-	4,947,739,446	6,178,381,762	6,707,322,888
4120000	Capital Work in Progress	6,973,019,369	2,813,920,711	-	9,786,940,080	-	-	-	-	9,786,940,080	6,973,019,369
	TOTAL	18,069,165,799	2,843,895,489	-	20,913,061,288	4,388,823,741.66	558,915,704	-	4,947,739,446.09	15,965,321,842	13,680,342,057



INDORE MUNICIPAL CORPORATION

SCHEDULE FORMING PART OF BALANCE SHEET



Schedule B-12: Investment - General Fund

(Amount in Rupees)

Account Code	Particulars	Face Value (Rs.)	Accrued Interest	Carrying Cost As on 31st March 2020 (Rs.)	Carrying Cost As on 31st March 2019 (Rs.)
4201000	Central Government Securities	-	-	-	-
4202000	State Government Securities	-	-	-	-
4203000	Debentures and Bonds	-	-	-	-
4204000	Preference Shares	-	-	-	-
4205000	Equity Shares				
	1. Indore Development Fund Limited (Equity Shares 50000 of Rs. 10/- each)	500,000	-	500,000	500,000
	2. Indore Smart City Development Limited (Equity Shares 51780000 of Rs. 10/- each)	517,800,000	-	517,800,000	517,800,000
	3. Atal Indore City Transport Services Limited (Equity Shares 129965 of Rs. 10/- each)	1,299,650	-	1,299,650	1,299,650
4206000	Units of Mutual Funds	-	-	-	-
4208000	Other Investments	-	-	-	-
	FDRs With Banks			737,535,958	1,370,906,027
	FDR - Sinking Fund Resrve for Bond Redemption			244,824,993	104,924,997
	FDR - Debt Service Resrve Account for Bond			129,600,000	129,600,000
4200000	Total of Investments General Fund	519,599,650	-	1,631,560,601	2,125,030,674



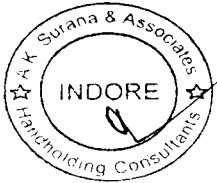
INDORE MUNICIPAL CORPORATION
SCHEDULE FORMING PART OF BALANCE SHEET



Schedule B-13: Investment - Other Fund

(Amount in Rupees)

Account Code	Particulars	Face Value (Rs.)	Accrued Interest	Carrying Cost As on 31st March 2020 (Rs.)	Carrying Cost As on 31st March 2019 (Rs.)
4211000	Central Government Securities	-	-	-	-
4212000	State Government Securities	-	-	-	-
4213000	Debentures and Bonds	-	-	-	-
4214000	Preference Shares	-	-	-	-
4215000	Equity Shares	-	-	-	-
4216000	Units of Mutual Funds	-	-	-	-
4218000	FDR with Bank (GPF)	-	-	-	-
	FDR with Bank (Grant)	-	-	182,231,382	182,231,382
		-	-	509,822,883	242,314,496
4210000	Total Investment - Other Funds	-	-	692,054,265	424,545,878



INDORE MUNICIPAL CORPORATION

SCHEDULE FORMING PART OF BALANCE SHEET



Schedule B-14: Stock in Hand (Inventories)

(Amount in Rupees)

Account Code	Particulars	As on 31st March 2020	As on 31st March 2019
4301000	Stores Loose		
	Consumable Store	68,355,371	70,510,721
4302000	Loose Tools	-	-
4303000	Others	-	-
	PMAY Unit Inventory (WIP)	4,686,712,607	1,807,622,076
	RAY Unit Inventory (WIP)	531,556,819	312,139,167
4300000	Total	5,286,624,797	2,190,271,964



INDORE MUNICIPAL CORPORATION

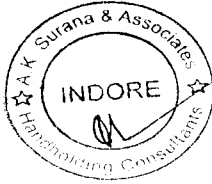
SCHEDULE FORMING PART OF BALANCE SHEET



Schedule B-16: Prepaid Expenses

(Amount in Rupees)

Account Code	Particulars	As on 31st March 2020	As on 31st March 2019
4401000	Establishment		
4402000	Administrative		
4403000	Operation & Maintenance:		
	Insurance (Vehicles)	9,718,507	8,610,337
	Total Prepaid Expenses	9,718,507	8,610,337



INDORE MUNICIPAL CORPORATION

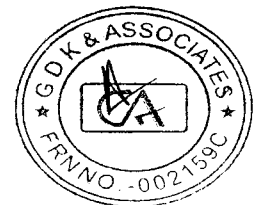
SCHEDULE FORMING PART OF BALANCE SHEET



Schedule B-17: Cash and Bank Balances

(Amount in Rupees)

Account Code	Particulars	As on 31st March 2020	As on 31st March 2019
4501000	Cash in Hand	270,705	20,600,183
	Total (Cash & Cheques in hand) - A	270,705	20,600,183
4502000	Balance with Bank - Municipal Funds		
4502101	Nationalised Banks		409,572,274
4502201	Other Scheduled Banks		1,440,992,110
4502301	Scheduled Co-operative Banks		
4502401	Post Offices		
	Treasury		
	Sub-Total	-	1,850,564,384
4504000	Balance With Bank - Special Funds (GPF)		
4504101	Nationalised Bank		53,888,115
4504201	Other Scheduled Banks		
4504301	Scheduled Co-operative Banks		
4504401	Post Offices		
	Treasury		
	Sub-Total	-	53,888,115
4504000	Balance With Bank - Special Funds (FBF & Contribution Pension)		
4504101	Nationalised Bank		5,863,963
4504201	Other Scheduled Banks		
4504301	Scheduled Co-operative Banks		
4504401	Post Offices		
	Treasury		
	Sub-Total	-	5,863,963
4506000	Balance With Bank - Grant Funds		
4506101	Nationalised Bank		31,335,900
4506201	Other Scheduled Banks		1,240,482,912
4506301	Scheduled Co-operative Banks		
4506401	Post Offices		
	Treasury		
	Sub-Total	-	1,271,818,812
4507000	Balance With Bank - Deposit Works		
4507101	Nationalised Bank		3,737,324
4507201	Other Scheduled Banks		273,593,819
4507301	Scheduled Co-operative Banks		
4507401	Post Offices		
	Treasury		
	Sub-Total	-	277,331,142
	Total (Cash at Banks) - B	2,346,607,105	3,459,466,415
	Total Cash & Bank balances	2,346,877,809	3,480,066,598



INDORE MUNICIPAL CORPORATION

SCHEDULE FORMING PART OF BALANCE SHEET



Schedule B-18: Loans, Advances and Deposits

(Amount in Rupees)

Account Code	Particulars	As on 31st March 2020	As on 31st March 2019
4601000	Loans and Advances to Employees	-	-
4602000	Employee Provident Fund Loans	-	-
4603000	Loans to Others	4,126,151,563	4,116,586,273
4604000	Advances to Suppliers and Contractors - Mobilisation Advances	111,153,820	117,011,628
4605000	Advances to Employees for Expenses	6,014,176	7,750,571
4606000	Deposit with External Agencies	317,015,821	283,354,950
	Sub Total	4,560,335,380	4,524,703,422
	Less: Accumulated Provisions against Loans, Advances and Deposits [Schedule B-18 (a)]	-	-
4600000	Total Loans, Advances and Deposits	4,560,335,380	4,524,703,422

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

Account Code	Particulars	Current Year (Rs.)	Previous Year (Rs.)
	Loans to Others		
	Advances		
	Deposits		
	Total Provisions Loans, Advances and Deposits	-	-



INDORE MUNICIPAL CORPORATION

SCHEDULE FORMING PART OF BALANCE SHEET



Schedule B-19: Other Assets

(Amount in Rupees)

Account Code	Particulars	As on 31st March 2020	As on 31st March 2019
4701000	Deposit Works	-	-
4702000	Other assets control accounts	21,322,671	18,834,221
4700000	Total	21,322,671	18,834,221



INDORE MUNICIPAL CORPORATION

SCHEDULE FORMING PART OF BALANCE SHEET



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

(Amount in Rupees)

Account Code	Particulars	As on 31st March 2020	As on 31st March 2019
4801000	Loan Issue Expenses	-	-
	Deferred Discount on Issue of Loans	-	-
	Deferred Revenue Expenses	-	-
	Others	-	-
4800000	Total Miscellaneous Expenditure	-	-



INDORE MUNICIPAL CORPORATION



ANNEXURE 1: ADJUSTMENT TO THE MUNICIPAL FUND FINANCIAL YEAR 2019-20

	PARTICULARS	SCHEDULE REFERENCE	AMOUNT (Rs.)	Reference to Notes on Annual Financial Statements
A	ADDITIONS			
	GPF Balance as on 01.04.2019	B-2	27,497,353	Point No. 2.1
			27,497,353	
B	SUBTRACTIONS			
	GPF Balance	B-2	46,558,772	Point No. 2.1
	Advance to Employee	B-18	2,802,990	Point No. 9.6.3
			49,361,762	
	Net Difference Transferred to Municipal Fund Account (A-B)		(21,864,409)	



INDORE MUNICIPAL CORPORATION

**STATEMENT OF INCOME &
EXPENDITURE**

FOR THE YEAR 2019-20

INDORE MUNICIPAL CORPORATION
INCOME AND EXPENDITURE STATEMENT
(FOR THE PERIOD FROM 1 APRIL, 2019 TO 31ST MARCH, 2020)



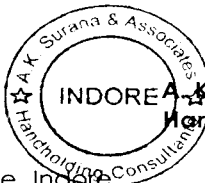
(Amount in Rs.)

	Item / Head of Account	Schedule No	Amount For the year 2019-20 (Rs.)	Amount For the year 2018-19 (Rs.)
A	INCOME			
	Tax Revenue	IE-1	5,671,508,091	4,808,962,594
	Assigned Revenues & Compensation	IE-2	5,816,305,938	6,959,656,315
	Rental Income from Municipal Properties	IE-3	49,246,263	70,823,965
	Fees & User Charges	IE-4	1,932,672,988	2,104,466,158
	Sales & Hire Charges	IE-5	19,840,134	17,843,314
	Revenue Grants, Contributions & Subsidies	IE-6	2,473,129,849	2,153,366,096
	Income from Investments	IE-7	129,243,159	78,505,845
	Interest Earned	IE-8	90,716,567	92,012,451
	Other Income	IE-9	570,984,641	562,335,679
	Total - INCOME		16,753,647,631	16,847,972,417
B	EXPENDITURE			
	Establishment Expenses	IE-10	4,134,180,277	3,484,700,215
	Administrative Expenses	IE-11	579,871,341	672,753,838
	Operations & Maintenance	IE-12	3,767,603,663	4,512,280,622
	Interest & Finance Expenses	IE-13	286,123,624	301,005,418
	Programme Expenses	IE-14	49,252,077	67,930,885
	Revenue Grants, Contributions & Subsidies	IE-15	627,990,610	594,668,632
	Provisions & Write off	IE-16	1,447,742,386	1,311,847,806
	Miscellaneous Expenses	IE-17	28,540,243	75,011,711
	Depreciation		2,446,232,030	2,261,184,012
	Total - EXPENDITURE		13,367,536,249	13,281,383,138
C	Gross Surplus / (Deficit) of Income over Expenditure before Prior Period Items (A-B)		3,386,111,382	3,566,589,279
D	Add/Less: Prior Period Items (Net)	IE-18	-	-
E	Gross Surplus / (Deficit) of Income over Expenditure after Prior Period Items (C-D)		3,386,111,382	3,566,589,279
F	Less: Transfer to Reserve Funds		798,135,163	805,755,922
H	Net Balance being Surplus / (deficit) carried over to Municipal Fund (E-F-G)		2,587,976,218	2,760,833,357

Commissioner

Indore Municipal Corporation

Additional Commissioner - Finance
 Indore Municipal Corporation



A.K. Surana & Associates
 Chartered Accountants

Place Indore
 Date 30/12/2020
 UDIN: 21427705 AAAAA8614

As per Our Report Attached of Even Date
 For GDK & Associates
 Chartered Accountants

FRN 002159C

 (CA Anand Jain)
 Partner
 M. No. 427705





INDORE MUNICIPAL CORPORATION

SCHEDULE FORMING PART OF INCOME AND EXPENDITURE STATEMENT FOR THE PERIOD FROM 1 APRIL, 2019 TO 31ST MARCH, 2020

Schedule IE-1: Tax Revenue

(Amount in Rs.)

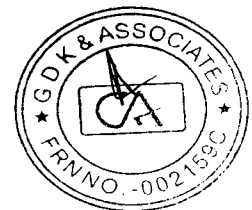
Account Code	Particulars	Amount For the year 2019-20 (Rs.)	Amount For the year 2018-19 (Rs.)
1100100	Property Tax	3,901,382,558	3,211,245,228
1100201	Water Tax	1,043,306,568	992,616,974
1100206	Sewerage Tax	295,694,175	234,774,446
1100400	Conservancy Tax	-	-
1100500	Lighting Tax	-	-
1100601	Education Tax	413,532,265	350,415,479
1100701	Vehicle Tax	-	-
1100801	Tax on Animals	22,300	35,600
1101000	Professional Tax	-	-
1101100	Advertisement Tax	6,909,489	8,906,830
1101200	Pilgrimage Tax	-	-
1105100	Octroi & Toll	-	-
1101300	Cess	-	-
1108000	Other Taxes	10,660,735	10,972,287
1100000	Sub-Total	5,671,508,091	4,808,966,844
1109001	Less: Tax Remission and Refund [Schedule IE-1 (a)]	-	4,250
	Sub-Total	-	4,250
1100000	Total Tax Revenues	5,671,508,091	4,808,962,594

Schedule IE-1 (A) : Remission and Refund of Taxes

Account Code	Particulars	Amount For the year 2019-20 (Rs.)	Amount For the year 2018-19 (Rs.)
	Property Tax	-	-
	Octroi & Toll	-	-
	Cess Income	-	-
	Others	-	4,250
1109001	Total refund & remission of tax revenues	-	4,250

Schedule IE-2 : Assigned Revenues & Compensation

Account Code	Particulars	Amount For the year 2019-20 (Rs.)	Amount For the year 2018-19 (Rs.)
1201000	Taxes & Duties Collected by others	1,197,736,000	1,586,519,410
1202000	Compensation in lieu of Taxes / Duties	4,618,569,938	5,373,136,905
1203000	Compensation in lieu of Concessions	-	-
1200000	Total Assigned Revenues & Compensation	5,816,305,938	6,959,656,315





Schedule IE-3 : Rental Income From Municipal Corporation

Account Code	Particulars	Amount For the year 2019-20 (Rs.)	Amount For the year 2018-19 (Rs.)
1301000	Rent from Civic Amenities	18,473,608	33,637,831
1302000	Rent from Office Buildings	21,723,325	27,064,029
1303000	Rent from Guest Houses	50	142,360
1304000	Rent from Lease Lands	11,553,358	11,112,719
1305000	Other Rents	-	-
	Sub-Total	51,750,341	71,956,939
	Less: Rent Remission & Refunds	2,504,078	1,132,974
	Sub-Total	2,504,078	1,132,974
1300000	Total Rental Income from Municipal Properties	49,246,263	70,823,965

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

Account Code	Particulars	Amount For the year 2019-20 (Rs.)	Amount For the year 2018-19 (Rs.)
1401000	Empanelment & Registration Charges	178,201,946	144,661,593
1401100	Licensing Fess	199,605,666	524,998,150
1401200	Fees for Grant of Permit	601,790,233	527,890,873
1401300	Fees for Certificate or Extract	9,420,862	6,626,732
1401400	Development Charges	747,320,274	772,428,054
1401500	Regularization Fees	13,525,736	13,580,399
1402000	Penalties and Fines	4,037,620	4,566,890
1404000	Other Fees	10,290,989	10,425,438
1405000	User Charges	9,607,342	13,992,394
1406000	Entry Fees (Zoo & Garden)	47,328,091	36,085,903
1407000	Service / Administrative Charges	246,960	226,333
1408000	Other Charges	114,237,824	52,304,491
	Sub-Total	1,935,613,543	2,107,787,250
	Less: Remission & Refunds	2,940,555	3,321,092
	Sub-Total	2,940,555	3,321,092
1400000	Total Income from Fees & User Charges	1,932,672,988	2,104,466,158

Schedule IE-5 : Sale & Hire Charges

Account Code	Particulars	Amount For the year 2019-20 (Rs.)	Amount For the year 2018-19 (Rs.)
1501000	Sale of Products	3,776,750	3,973,037
1501100	Sale of Forms & Publications	14,409,436	10,294,906
1501200	Sale of Stores & Scrap	41,163	1,356,472
1503000	Sale of Others	1,612,785	2,218,899
1504000	Hire Charges of Vehicles	-	-
1504100	Hire charges of Equipments	-	-
1500000	Total Income from Sale & Hire Charges	19,840,134	17,843,314





Schedule IE-6 : Revenue Grants, Contributions & Subsidies

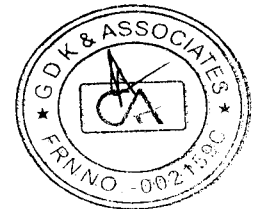
Account Code	Particulars	Amount For the year 2019-20 (Rs.)	Amount For the year 2018-19 (Rs.)
1601000	Grant for Mid Day Meal	-	-
1601000	Revenue Grant	463,330,444	457,654,306
1601002	Grant for Road Maintenance	154,345,000	239,298,000
1601003	Grant State Finance Commission	48,692,000	46,379,000
1601004	Grant for Water Management	55,860,000	85,747,000
1601010	Other Grants	1,405	181,871,790
1603002	Grant 14th Finance	1,750,901,000	1,142,416,000
1600000	Total Revenue Grants, Contributions & Subsidies	2,473,129,849	2,153,366,096

Schedule IE-7 : Income From Investments-

Account Code	Particulars	Amount For the year 2019-20 (Rs.)	Amount For the year 2018-19 (Rs.)
1701000	Interest on Investments - General Fund	129,243,159	78,505,845
1702000	Dividend	-	-
1703000	Income from project taken up on Commercial basis	-	-
1704000	Profit in sale of Investments	-	-
1708000	Others	-	-
1700000	Total Income from Investments	129,243,159	78,505,845

Schedule IE-8 : Interest Earned

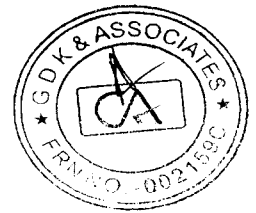
Account Code	Particulars	Amount For the year 2019-20 (Rs.)	Amount For the year 2018-19 (Rs.)
1711000	Interest from Bank Accounts	90,716,567	92,012,451
1712000	Interest on Loans and Advances to Employees	-	-
1713000	Interest on Loans to Others	-	-
1714000	Other Interest	-	-
1710000	Total- Interest Earned	90,716,567	92,012,451





Schedule IE-9 : Other Income

Account Code	Particulars	Amount For the year 2019-20 (Rs.)	Amount For the year 2018-19 (Rs.)
1801000	Deposits Forfeited	-	-
1801100	Lapsed Deposits	-	-
1802000	Insurance Claim Recovery	-	-
1803000	Profit on Disposal of Fixed Assets	-	-
1804000	Recovery from Employees	-	-
1805000	Unclaimed Refund/ Liabilities	-	-
1806000	Excess Provision Written Back	-	-
1808000	Miscellaneous Income	12,068,937	2,133,477
1809000	Deferred Income (Transferred from Capital Reserve for Depreciation on Assets out Grant Fund)	558,915,704	560,202,202
1800000	Total Other Income	570,984,641	562,335,679





INDORE MUNICIPAL CORPORATION

SCHEDULE FORMING PART OF INCOME AND EXPENDITURE STATEMENT FOR THE PERIOD FROM 1 APRIL, 2019 TO 31ST MARCH, 2020

Schedule IE-10: Establishment Expenses

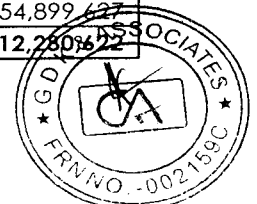
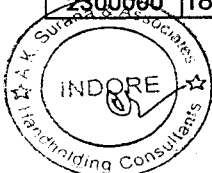
Account Code	Particulars	Amount For the year 2019-20 (Rs.)	Amount For the year 2018-19 (Rs.)
2101000	Salaries, Wages and Bonus Benefits and Allowances	3,592,178,337	3,042,312,555
2102000	Benefits and Allowances	323,973,194	239,364,038
2103000	Pension	66,130,863	68,593,500
2104000	Other Terminal & Retirement Benefits	151,897,882	134,430,122
2100000	Total Establishment Expenses	4,134,180,277	3,484,700,215

Schedule IE-11: Administrative Expenses

Account Code	Particulars	Amount For the year 2019-20 (Rs.)	Amount For the year 2018-19 (Rs.)
2201000	Rent Rates and Taxes	20,084,546	-
2201100	Office Maintenance	2,615,404	10,931,180
2201200	Communication Expenses	17,481,104	21,033,029
2201240	Computerization Expenses-eGovernance	29,470,496	23,012,841
2202000	Books & Periodicals	546,737	472,406
2202100	Printing & Stationery	8,942,804	15,275,452
2203000	Conveyance & POL Expenses	338,571,530	311,355,438
2204000	Insurance	17,452,007	24,420,949
2205000	Audit Fees	40,000,000	60,015,000
2205100	Legal Expenses	308,997	587,955
2205200	Professional and Other Fees	28,922,546	33,353,621
2206000	Advertisement & Publicity	68,043,070	125,344,786
2206100	Membership & Subscriptions	-	43,600
2208000	Other Administrative Expenses	7,432,100	46,907,581
2200000	Total Administrative Expenses	579,871,341	672,753,838

Schedule IE-12: Operations & Maintenance

Account Code	Particulars	Amount For the year 2019-20 (Rs.)	Amount For the year 2018-19 (Rs.)
2301000	Power & Fuel	2,280,265,664	2,349,873,564
2302000	Emergency Water Supply	82,404,585	63,265,098
2303000	Consumption of Stores	186,356,057	285,197,548
2304000	Hire Charges	338,549,955	314,038,682
2305000	Repairs & Maintenance- Infrastructure Assets	452,715,462	661,952,017
2305100	Repairs & Maintenance- Civic Amenities	240,946,366	614,095,727
2305200	Repairs & Maintenance- Buildings	42,176,061	86,142,109
2305300	Repairs & Maintenance- Vehicles	32,311,521	27,000,060
2305400	Repairs & Maintenance- Furniture	180,672	749,913
2305500	Repairs & Maintenance- Office Equipment	1,698,302	1,727,295
2305900	Repairs & Maintenance- Others	52,440,995	53,338,982
2308000	Other Operating & Maintenance Expenses	57,558,023	54,899,627
2300000	Total Operations & Maintenance Expenses	3,767,603,663	4,512,280,622





Schedule IE-13: Interest & Finance Charges

Account Code	Particulars	Amount For the year 2019-20 (Rs.)	Amount For the year 2018-19 (Rs.)
2401000	Interest on Loans from Central Government	-	-
2402000	Interest on Loans from State Government	-	-
2403000	Interest on Loans from Government Bodies & Association	280,223,713	287,360,810
2404000	Interest on Loans from International Agencies	-	-
2405000	Interest on Loans from Banks & Other Financial Institutions (Over Draft & Term Loan)	5,899,911	13,644,608
2406000	Other Interest	-	-
2407000	Bank Charges	-	-
2408000	Other Finance Expenses	-	-
2400000	Total Interest & Finance Charges	286,123,624	301,005,418

Schedule IE-14: Programme Expenses

Account Code	Particulars	Amount For the year 2019-20 (Rs.)	Amount For the year 2018-19 (Rs.)
2501000	Election Expenses	99,650	2,116,727
2501002	Mid Day Meal in Government School	-	-
2501003	Dr. Shyama Prasad Mukherjee Accidental Insurance Scheme (For Citizen of Indore)	-	-
2502000	Own Programs	44,211,143	61,813,254
2503000	Share in Programs of Others	4,941,284	4,000,904
2500000	Total Programme Expenses	49,252,077	67,930,885

Schedule IE-15: Revenue Grants, Contributions & Subsidies

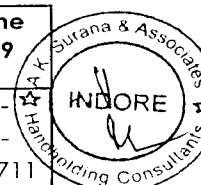
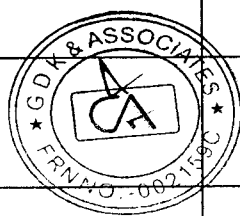
Account Code	Particulars	Amount For the year 2019-20 (Rs.)	Amount For the year 2018-19 (Rs.)
2601000	Grant	463,330,444	457,654,306
2602000	Contributions	-	400,000
2603000	Subsidies (Specify details)	164,660,166	136,614,326
2600000	Total Revenue Grants, Contributions & Subsidies	627,990,610	594,668,632

Schedule IE-16: Provisions & Write Off

Account Code	Particulars	Amount For the year 2019-20 (Rs.)	Amount For the year 2018-19 (Rs.)
2701000	Provisions for doubtful receivables	1,039,192,529	800,474,497
2702000	Provisions for Other Assets	-	-
2703000	Revenues written off	408,549,857	511,373,309
2704000	Assets written off	-	-
2705000	Miscellaneous Expenses written off	-	-
	Total Provisions & Write off	1,447,742,386	1,311,847,806

Schedule IE-17: Miscellaneous Expenses

Account Code	Particulars	Amount For the year 2019-20 (Rs.)	Amount For the year 2018-19 (Rs.)
2711000	Loss on disposal of Assets	-	-
2712000	Loss on disposal of Investments	-	-
2718000	Other Miscellaneous Expenses	28,540,243	75,011,711
2718001	Assets written off	-	-
2710000	Total Miscellaneous Expenses	28,540,243	75,011,711





Schedule IE-18: Prior Period Items (Net)

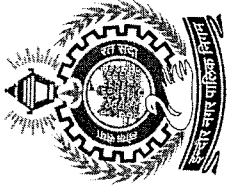
Account Code	Particulars	Amount For the year 2019-20 (Rs.)	Amount For the year 2018-19 (Rs.)
	Income		
	Taxes Other-Revenues	-	-
	Recovery of Revenues written off	-	-
	Other Income	-	-
	Sub - Total Income (a)	-	-
	Expenses		
2855000	Refund of Taxes	-	-
2856000	Refund of Other Revenues	-	-
2857000	Other Expenses	-	-
	Sub - Total Expenses (b)	-	-
	Total Prior Period (Net) (a-b)	-	-



INDORE MUNICIPAL CORPORATION

RECEIPTS & PAYMENTS ACCOUNT

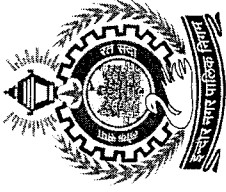
FOR THE YEAR 2019-20



INDORE MUNICIPAL CORPORATION
RECEIPTS AND PAYMENTS ACCOUNT
(FOR THE PERIOD FROM 1 APRIL, 2019 TO 31ST MARCH, 2020)

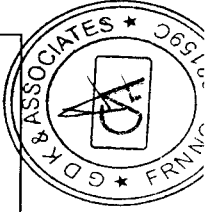
Account Code	Head of Account	Amount For the year 2019-20 (Rs.)	Amount For the year 2018-19 (Rs.)	Account Code	Head of Account	Amount For the year 2019-20 (Rs.)	Amount For the year 2018-19 (Rs.)
	Opening Balances						
	Cash balance including imprest Balances with Banks / Treasury (including in designated bank accounts)						
4501000	Cash in Hand	20,600,182.54	22,435,719.22				
4500000	Balance with Bank	3,459,466,415.08	3,460,572,041.77				
	OD Account Balance	(128,247,635.89)	(123,022,814.51)				
		3,351,818,961.73	3,359,984,946.48				
	Operating Receipts						
1100000	Tax Revenue	3,712,209,132.58	3,167,151,664.51	2100000	Operating Payments	3,565,418,877.00	2,927,759,430.00
1200000	Assigned Revenues & Compensations	4,904,572,289.00	6,358,305,003.00	2200000	Establishment Expenses	381,805,334.50	367,826,831.00
1300000	Rental Income from Municipal Properties	162,963,400.59	157,725,908.80	2300000	Administrative Expenses	1,647,256,182.00	2,258,702,382.57
1400000	Fees & User Charges	1,616,292,566.10	1,225,976,541.12	2400000	Operations and Maintenance	422,483,344.35	365,912,190.92
1500000	Sales & Hire Charges	19,840,134.00	17,957,554.00	2500000	Interest & Finance Charges	4,174,906.00	2,983,609.00
1600000	Revenue Grants, Contribution & Subsidies	1,329,798,000.00	1,495,710,000.00	2600000	Programme Expenses	163,281,995.00	136,415,013.00
1700000	Interest Earned	129,238,649.40	166,602,952.08		Revenue Grants, Contribution & Subsidies		
1710000	Income from Investments						
1800000	Other Income	79,810.00	60,250.00				

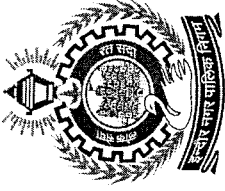




INDORE MUNICIPAL CORPORATION
RECEIPTS AND PAYMENTS ACCOUNT
(FOR THE PERIOD FROM 1 APRIL, 2019 TO 31ST MARCH, 2020)

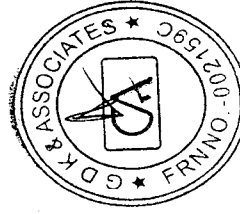
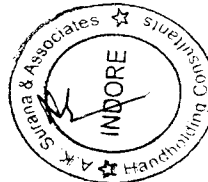
Account Code	Head of Account	Amount For the year 2019-20 (Rs.)	Amount For the year 2018-19 (Rs.)	Account Code	Head of Account	Amount For the year 2019-20 (Rs.)	Amount For the year 2018-19 (Rs.)
	Non-Operating Receipts-				Non-Operating Payments		
3200000	Grants and Contribution for specific purposes	2,612,601,325.00	4,143,860,835.00	3300000	Repayment of Loans	291,471,872.00	302,921,962.00
3300000	Loan Received	122,107,000.00	1,407,500,000.00	3310000	Repayment of Unsecured Loans	-	97,778,921.00
3310000	Unsecured Loans Received	-	-	3400000	Refund of Deposits	413,205,057.00	258,169,141.00
3400000	Deposits Received	-	-	3411000	Deposit works	-	5,000,000.00
3411000	Deposit works	48,457,649.38	34,054,993.00	4100000	Acquisition / Purchase of Fixed Assets	135,195,155.00	31,749,435.00
3500000	Payment to Creditors (Advance)	358,658,627.33	22,154,078.05	4120000	Capital Work - in - Progress	9,145,353.00	4,501,879.00
4200000	Realisation of Investment-General Fund	2,099,523,868.00	484,692,172.18	4200000	Investments - General Fund	1,460,067,619.00	1,930,269,153.00
4210000	Realisation of Investment-Other Funds	1,776,500,000.00	611,500,000.00	4210000	Investments - Other Funds	2,166,000,000.00	761,500,000.00
4601000	Loans & Advances to Employees (Recovery)	-	-	4601000	Loans & Advances to Employees	7,922,000.00	30,789,000.00
4604000	Other Loans & Advances (Recovery)	199,324.00	121,317.00	4603000	LOANS TO OTHERS	9,565,290.00	20,717,486.00
4606000	Deposits with External Agencies (recovery)	-	-	4604000	Other Loans & Advances	25,665,567.80	10,898,685.00
4700000	Other Assets	528,751.00	-				
	Other Receipts [specify]:				Other Payments [specify] :		
3101000	Municipal Fund	-	-	3101000	Municipal Fund	-	-
3110000	Earmarked Fund	12,100.00	6,150.00	3110000	Earmarked Fund	56,247,833.00	48,656,100.00
				3200000	Revenue Expenses of Grant Fund	69,214,400.33	32,415,597.00
				3200000	Refund of Grants	-	-
				3500000	Payment to Creditors	9,066,577,480.00	9,706,578,588.00





INDORE MUNICIPAL CORPORATION
RECEIPTS AND PAYMENTS ACCOUNT
(FOR THE PERIOD FROM 1 APRIL, 2019 TO 31ST MARCH, 2020)

Account Code	Head of Account	Amount For the year 2019-20 (Rs.)	Amount For the year 2018-19 (Rs.)	Account Code	Head of Account	Amount For the year 2019-20 (Rs.)	Amount For the year 2018-19 (Rs.)
					Closing Balances		
					Cash balance including Imprest Balances with Banks / Treasury (including in designated bank accounts)		
				4501000	Cash in Hand	270,704.66	20,600,182.54
				4500000	Balance with Bank	2,346,607,104.60	3,459,466,415.08
					OD Account Balance	3,825,512.87	(128,247,635.89)
	TOTAL	22,245,401,588.11	22,653,364,365.22		TOTAL	22,245,401,588.11	22,653,364,365.22



INDORE MUNICIPAL CORPORATION

CASH FLOW STATEMENT

FOR THE YEAR 2019-20

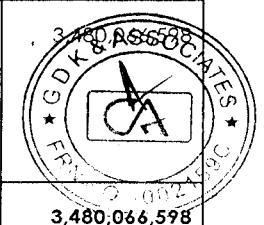
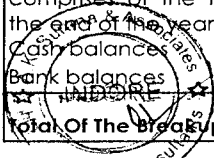
INDORE MUNICIPAL CORPORATION

STATEMENT OF CASHFLOW

(As at 31 March 2020)



Particulars	Current Year (Rs.)		Previous Year (Rs.)	
[A] Cash Flows from Operating Activities				
Gross Surplus Over Expenditure		3,386,111,382		3,566,589,279
Add: Adjustments For				
Depreciation	2,446,232,030		2,261,184,012	
Interest And Finance Expenses	286,123,624	2,732,355,654	301,005,418	2,562,189,430
Less: Adjustments For				
Investment Income	129,243,159		78,505,845	
Interest Income Received	90,716,567	-219,959,726	92,012,451	-170,518,296
Adjusted Income Over Expenditure Before Effecting Changes In Current Assets And Current Liabilities And Extraordinary Items		5,898,507,309		5,958,260,412
Changes In Current Assets And Current Liabilities				
(Increase)/Decrease In Sundry Debtors	-1,664,300,554		-1,997,173,266	
(Increase)/Decrease In Stock In Hand	-3,096,352,833		-22,723,806	
(Increase)/Decrease In Prepaid Expenses	-1,108,170		6,707,200	
(Increase)/Decrease In Other Current Assets	-2,488,450	-4,764,250,008	-6,397,629	-2,019,587,501
(Decrease)/Increase In Deposits Received	177,524,041		393,563,369	
(Decrease)/Increase In Deposits Work	18,457,649		23,336,290	
(Decrease)/Increase In Other Current Liabilities	1,326,823,111		1,980,783,301	
(Decrease)/Increase In Provisions	3,318,317	1,526,123,119	-4,294,172	2,393,388,788
Extra ordinary items (please specify)				
Net Cash Generated from / (Used in) Operating Activities [A]		2,660,380,420		6,332,061,699
[B] Cash Flows from Investing Activities				
Purchase Of Fixed Assets And Cwip	-5,076,339,026		-8,998,637,910	
Increase/(Decrease) In Municipal Fund	-1,105,937,266		-1,036,592,126	
Increase/(Decrease) In Special Funds/ Grants	278,126,065		34,958,592	
Increase/(Decrease) In Earmarked Funds	16,446,824		13,850,774	
Sale/(Purchase) Of Investments	225,961,686	-5,661,741,717	-1,616,945,874	-11,603,366,544
Add:				
Investment Income Received	129,243,159		78,505,845	
Interest Income Received	90,716,567	219,959,726	92,012,451	170,518,296
Net cash generated from/(used in) investing activities [B]		-5,441,781,991		-11,432,848,247
[C] Cash flows from Financing Activities				
Add:				
Loans From Banks/Others Received (Unsecured & Secured)	122,107,000		1,407,500,000	
Transfer to Reserve	2,284,979,785		4,307,168,222	
Loan Recovered From Employees	-	2,407,086,785	-	5,714,668,222
Less:				
Deposits Made	33,660,871		-82,741,173	
Repayment of Loan (Unsecured & Secured)	437,118,420		398,209,719	
Loans & Advances to Employess	-1,736,395		-738,592	
Loans to Others	3,707,482		1,087,466	
Interest & Finance Expenses	286,123,624	-758,874,002	301,005,418	-616,822,837
Net Cash Generated From/(Used In) Financing Activities [C]		1,648,212,782		5,097,845,385
Net Increase /(Decrease) In Cash And Cash Equivalents (A+B+C)		-1,133,188,788		-2,941,163
Cash And Cash Equivalent At Beginning Of The Period		3,480,066,598		3,483,007,761
Cash and cash equivalent at end of the period		2,346,877,809		3,480,066,598
Cash and cash equivalent at the end of the year comprises of the following account balances at the end of the year:				
Cash balances	270,705		20,600,183	
Bank balances	2,346,607,105		3,459,466,415	
Total Of The Breakup Of Cash And Cash Equivalents		2,346,877,809		3,480,066,598



INDORE MUNICIPAL CORPORATION

FINANCIAL PERFORMANCE INDICATORS

FOR THE YEAR 2019-20

INDORE MUNICIPAL CORPORATION
FINANCIAL PERFORMANCE INDICATORS
 FOR THE FINANCIAL YEAR 2019-20



Sr. No.	Particulars	Current Year	Previous Year
A	Income Ratios		
1	Tax Revenue to Total Income Ratio... (%)	33.85	28.54
2	Property & Other Taxes to Total Income Ratio... (%)	33.75	28.43
3	Octroi/Cess to Total Income Ratio... (%)	27.57	31.89
4	Assigned Revenues & Compensations to Total Income Ratio (%)	34.72	41.31
5	Rental Income from Municipal Properties to Total Income Ratio (%)	0.29	0.42
6	Fees & User Charges to Total Income Ratio... (%)	11.54	12.49
7	Revenue Grants, Contributions & Subsidies to Total Income Ratio (%)	14.76	12.78
B	Expense Ratios		
8	Establishment Expenses to Total Income Ratio... (%)	24.68	20.68
9	Administrative Expenses to Total Income Ratio... (%)	3.46	3.99
10	Operations & Maintenance to Total Income Ratio... (%)	22.49	26.78
11	Interest Expense to Total Income Ratio... (%)	1.71	1.79
C	Net Income Ratios		
12	Cash Surplus / Deficit to Total Income Ratio... (%)	37.68	36.02
D	Efficiency Ratios		
13	Gross Property Tax Receivables Ratio... (No. of Days)	917.72	993.24
14	Gross Cess Receivables Ratio... (No. of Days)	N.A.	N.A.
15	Property Tax Receivable to Property Tax Income Ratio (%)	251.43	272.12
16	Cess Receivable to Cess Income Ratio (%)	N.A.	N.A.
17	Operations & Maintenance to Gross Fixed Assets Ratio (%)	9.46	12.01
18	Interest Expense to Loans Ratio... (%)	8.08	7.80
E	Leverage Ratios		
19	Loans to Reserves Ratio or Debt-Equity Ratio... (times)	0.09	0.10
20	Interest Coverage Ratio... (times)	23.06	21.16
21	Debt Service Coverage Ratio... (times)	11.16	10.49
F	Investment Ratios		
22	Earmarked Fund Investments to Earmarked Funds Ratio (%)	38.25	39.61
23	Interest on Investments Ratio... (%)	5.56	3.08
G	Liquidity Ratio		
24	Current Assets to Current Liabilities Ratio... (times)	2.69	2.44
H	Asset Ratios		
25	Fixed Assets to Total Assets Ratio... (%)	58.63	64.34
I	Performance Ratios		
26	Income per Employee... (Rs.)	952994.75	947313.60
27	Expenditure per Employee... (Rs.)	760383.18	746774.42
28	Income per Citizen... (Rs.)	7631.69	7674.66
29	Expenditure per Citizen... (Rs.)	6089.23	6049.99



INDORE MUNICIPAL CORPORATION

ACCOUNTING POLICIES & NOTES ON ACCOUNTS

FOR THE YEAR 2019-20

INDORE MUNICIPAL CORPORATION

Accounting Policies (Schedule B - 21)

The significant Accounting Policies and Principles adopted for compiling Income and Expenditure & Balance Sheet of IMC as on 31.03.2020 covers the following:

1.0 Income

1.1. Property Taxes

- a) Revenue in respect of Property and Other Related Taxes including surcharge are recognized in the period in which they become due.
- b) In case of new or changes in assessments, it is taken as accrued in the month in which the demand is served.

1.2. Water Supply

- a) Revenue in respect of Water Tax, Water Supply Charges, Meter Rent, are recognized in the period in which they become due, i.e., when the bills are raised.
- b) Revenue in respect of Connection Charges for Water Supply is recognized on cash basis.
- c) Revenue in respect of Water Tanker Charges and Road Damage Recovery Charges, Penalties are recognized on cash basis.
- d) Revenue in respect of Notice Fee, Warrant Fee, and Other Fees are recognized when the bills for the same are raised.

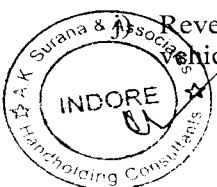
1.3. Solid Waste Management Fees

Revenue in respect of Solid Waste Management fee and charges, where separately levied by the IMC (and not included under any other tax) are recognized in the period in which they become due.

1.4. Rentals, Fees, and Other Sources of Income

- a) Revenues in respect of rent from municipal properties are recognized when accrued, based on terms of lease/ rent agreement.
- b) Revenue in respect of renewal Trade License Fees are recognized on cash basis.
- c) Revenues in respect of Profession Tax on Organizations / entities, where levied, are recognized on cash basis.
- d) Revenue in respect of advertisement fee are recognized when accrued based on terms of lease/ rent agreement.
- e) Other income, in respect of which demand is ascertainable and can be raised in regular course of operations of the IMC, is recognized in the period in which they become due and bills are raised.
- f) Other Income, which are of an uncertain nature or for which the amount is not ascertainable or where demand is not raised in regular course of operations of the IMC, are recognized on actual cash basis.
- g) Revenue in respect of Property Transfer Charges are recognized on cash basis.
- h) Revenue in respect of collection charges or share in collection made by IMC or by any other agency on behalf of State Government are recognized on receipt.
- i) Revenue in respect of rent of equipment provided to the contractors and deducted from their bills is recognized when the deductions are made.

Revenue in respect of dispensaries fees and/or hire charges in respect of ambulance, vehicle and road roller, Sale of waste and scrap where are recognized on actual receipt.



INDORE MUNICIPAL CORPORATION

1.5. Common Accounting Principles Concerning Income Accounting

The following principles apply uniformly on income from Property and Other Taxes, Water Supply and Rentals, Fees and Other Sources of Income:

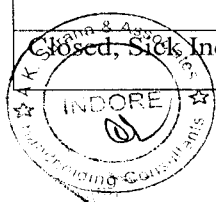
- a) Interest element and Penalties, if any, in demand are reckoned on receipt.
- b) Revenue in respect of Notice Fee and Other Fees charged is recognized when the bills for the same are raised.
- c) Refunds, remissions of taxes for the current year are adjusted against the income and if pertain to previous years then it is treated as prior period item.
- d) Write-off of taxes is adjusted against the provisions made.
- e) Demands raised with retrospective effect are treated as prior period income to the extent it pertains to earlier years.
- f) Demand raised arising out of change in self-assessment of properties is treated as 'Change in Demand' and is accounted for as income relating to previous year to the extent it pertains to earlier years.
- g) Refunds, remissions of all kind of incomes for the current year is adjusted against the income and if pertain to previous years then it treated as prior period item.
- h) Write-offs of Other Incomes is adjusted against the provisions made.
- i) Any subsequent collection or recovery of all kinds of receivables, which were already written off, is recognized as a 'Prior Period Income'.
- j) In case collection of any income is under litigation, the same is not accrued but a disclosure is made in the Notes to Accounts.
- k) Any additional provision for demand outstanding required to be made during the year is recognized as expenditure and any excess provision written back during the year is recognized as income of the IMC.

1.6. The Earnest Money Deposit and Security Deposit received if forfeited is recognized as income when the right for claiming refund of deposit has expired.

1.7 Provisions for Arrears of Income

The age-wise analysis of all receivables on account of taxes, fees, rental and charges is made and provision is made at the rates stated herein below, at the yearend and disclosed in Notes forming part of the annual financial statements.

Particulars	Provision (in %)					
	< 1 Year	1 to 2 Years	2 to 3 Years	3 to 4 Years	4 to 5 Years	> 5 Years
Property, and related, taxes	NIL	NIL	25%	50%	75%	100%
Water, Sewerage, Solid Waste Management Fee and Charges	NIL	NIL	25%	50%	75%	100%
Lease, Rentals	NIL	NIL	25%	50%	75%	100%
All Other Accrued Revenues	NIL	25%	50%	100%	100%	100%
Closed, Sick Industries, Establishment	100%					



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1.8 Grants

1.8.1. Revenue Grant

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

1.8.2. Capital Grant

- a) Grants received towards capital expenditure are accounted on accrual basis. The amount is initially be credited to a Capital Grant head under 'Liabilities' and on acquisition/ construction of the asset the value of the amount so spent is debited to the liability head by corresponding credit to 'Grant Against Fixed Assets'.
- b) Capital Grants received as a nodal agency or as implementing agency for an intended purpose, which does not, result in creation of assets with ownership rights for the IMC are treated as a liability till such time it is used for the intended purpose. Upon utilisation for the intended purpose, the extent of liability is reduced with the value of such utilization.
- c) Grants in the form of non-monetary assets (such as fixed assets given at a concessional rate) is accounted for on the basis of the acquisition cost. In case a non-monetary asset is received free of cost, it is recorded at a nominal value (Rupee One).
- d) Income on investments made from 'Specific Grants received in advance' is recognized and credited to the Specific Grant, whenever accrued. Profit/loss, if any, arising on disposal of investments made from the 'Specific Grant received in advance' is recognized and credited/debited to the Specific Grant.

1.9 Assets

1.9.1 Fixed Assets

Fixed assets include Land: Parks; Buildings; Roads and Bridges; Waterworks; Bore Wells; Sewerage and Drainage; Public Lighting; Luminary & Electrical Fittings; Furniture, Fixtures, Fittings; Electrical Appliances; Office & Other Equipments; Computer Hardware, Vehicles etc.

- a) Fixed Assets are carried at cost less accumulated depreciation. The cost of fixed assets include cost incurred/money spent in acquiring or installing or constructing fixed asset, interest on borrowings directly attributable to acquisition or construction of qualifying fixed assets up to the date of commissioning of the assets and other incidental and indirect expenses incurred up to that month.
- b) Any addition to or improvement to the fixed asset that results in increasing the utility or useful life of the asset is capitalized and included in the cost of fixed asset.
- c) Any Fixed Asset, which has been acquired free of cost or in respect of which no payment has been made, is accounted for at nominal value of Re. 1/-.
- d) All assets costing less than Rs.5,000 (Rupees Five thousands) are expensed/charged to Income & Expenditure Account in the year of purchase, except in case of Furniture & Fixtures.
- e) An increase in net book value arising on revaluation is credited to a reserve account under the Municipal fund as 'Revaluation Reserve Account'. A decrease in net book value arising on revaluation of fixed assets is charged to Income and Expenditure accounts.
- f) Valuation of land is made as under:
 - I. Land acquired through purchase is recorded on the basis of aggregate of purchase price paid/ payable and other costs incidental to acquisition.

Leasehold lands acquired by the IMC are taken as a part of the municipal asset on the basis of total value payable as lease charges over the entire lease period and amortized equally over the lease period.



INDORE MUNICIPAL CORPORATION

- III. Lands that are acquired free of cost from the government or provided by individuals or institutions under endowment for specific purposes are accounted for at Re. One. Where the ownership of the lands has not been transferred in favour of the IMC, but the land is in the permissive possession of the IMC, such lands is included in the Register of Land with Re One as its value.
- IV. Cost of land improvements such as levelling, filling or any other developmental activity is capitalised as a part of the cost of land.
- g) All lands that are under encroachment and where it is not possible to have the land evacuated, provision is made on the cost of land as decided. If the encroachment is for more than two years, provision equal to ninety five percent (95%) of the carrying amount is made
- h) Parks and Playgrounds are accounted for as under:
Land pertains to Parks and Playgrounds including the cost of development of land and other amenities in Parks and Playgrounds taken under 'Parks and Playgrounds.
- i) Statues and Heritage Assets - Statues and valuable works of art are valued at the original cost. In case, the original cost is not available or the items have been gifted to the corporation, the value is taken at Re. One. Heritage buildings declared through Gazette Notification are booked under this head and valued at book value/cost of the material date and no depreciation is charged. However, in case of capital improvements after the building has been so notified, depreciation at the normal rate of buildings is charged.
- j) Intangible assets include computer software, which is valued at cost plus cost of staff time and consultants costs incurred, in implementing the software, if any. It is capitalized, only when the intangible asset is developed, and which can be used by IMC over a period of time to derive economic benefits from it. Otherwise the entire amount is charged to revenue, in the year in which it is incurred. The intangible assets are depreciated over a period of five years or useful life, whichever is earlier

1.10 Public Works

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

1.11 Capital Work In Progress (CWIP)

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

1.12 Depreciation

- a) Depreciation is provided at Straight Line Method at the rates prescribed in MPMAM.

Depreciation is provided at full rates for assets, which are purchased/constructed before October 1 of an Accounting Year and at half the rates which are purchased/constructed on or after October 1 of an Accounting Year.



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- c) Depreciation is provided at full rates for assets, which are disposed on or after October 1 of an Accounting Year. Depreciation is provided at half the rates for assets, which are disposed before October 1 of an Accounting Year.
- d) Assets recorded in the register but not physically available are written off after a period of five years.
- e) Depreciation on assets on which government grant has been received, is calculated on the gross value of fixed asset i.e. without deducting the grant amount from asset value. The grant so received is charged to the income and expenditure statement in the same proportion as the depreciation charged on such assets.
- f) For the purpose of Depreciation useful life of the assets as per MPMAM as follows:

Fixed Assets	Useful life (in Years)
Parks and Playgrounds Amenities to Parks	5
Building	30
Bridges & Culverts	20
Roads & Pavements Concrete	7
Road (Bituminous road over jhama metal / stone metal	3
Drains & Sewerage	15
Water Ways and Water Work, Distribution & Rising Mains	40
Reservoirs & Overhead Tanks	40
Public Lighting	10
Plant & Machinery	10
Earth Moving & Construction Equipment	10
Light & Heavy Vehicles	10
Other Vehicles	3
Office and Other Equipments	10
Furniture, Fixture, Fitting and Electrical Appliances	10

1.13 Investment

- a) Investments are recognized at cost. It includes cost incurred in acquiring investment and other incidental expenses incurred for its acquisition.
- b) All long-term investments are carried / stated at their cost.
- c) Short-term investments are carried at their cost or market value (if quoted) whichever is lower.
- d) Interest on investments is recognized as and when due.
- e) Dividend on investments is recognized on cash basis
- f) Profit/loss, if any, arising on disposal of investment (net of selling expense such as commission, brokerage, etc) from the Municipal Fund are recognized in the year of disposal
- g) Income on investments made from Special Fund and Grants under specific Scheme is recognized and credited to Special Fund and Grants under Specific Scheme respectively, whenever accrued. Profit/loss, if any, arising on disposal of investments (net of selling expense such as commission, brokerage, etc) made from the Special Fund and Grants under specific Scheme is recognized and credited/debited to Special Fund Account and Grant under specific scheme Account respectively

1.14 Stores:

Expenditure in respect of material, equipment, etc., procured is recognized on admission of bill by the IMC. The cost of inventories include purchase price including expenditure incurred on the inventories to its present location and condition. I.e. freight inward, duties and taxes, etc. The same are valued by applying FIFO method.



INDORE MUNICIPAL CORPORATION

1.15 Other Expenditures

1.15.1 Employees Related Expenditures

- a) Expenses on Salaries (for regular and daily wages staff) and other allowances are recognized as and when they are due for payment.
- b) Statutory deductions from salaries including those for income tax, profession tax, provident fund contribution, are recognized as liability in the period in which the corresponding salary is recognized.
- c) Leave encashment/Pension is recognized as and when they are due for payment.
- d) Interest receivable on loans given to employees is recognized as revenue at the end of the period in which these have accrued. Penal interest leviable on default in repayment of principal or payment towards interest shall be recognized on accrual basis.
- e) Bonus, ex-gratia, overtime allowance, other allowances and reimbursements to the employees are recognized as and when they are due for payment.
- f) Contribution due towards Pension and other retirement benefit funds is recognized as an expense and a liability.

1.15.2. Other Revenue Expenditures

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

1.16 Borrowings

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

1.17 Special Funds

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

1.18 Lease

- a) Leases are of two types – finance lease and operating lease. In a finance lease, the lessor transfers substantially all the risks and rewards incident to ownership of an asset. An operating lease is a lease other than a finance lease.
- b) When an IMC (as a lessor) have granted an asset on lease, effecting the lease agreement as a **finance lease**, then it have relinquished all the risks and rewards incident to ownership.
 - i The IMC as a lessor consider the lease in the balance sheet as receivable at the agreed value and recognise the transaction of relinquishing the rights as a disposal of asset, so held or as a sale of properties.



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- ii Of the lease payments received, the IMC recognizes the finance income on a systematic and rational basis and recognise the same as an income for the year.
 - iii No depreciation is provided by the IMC (as a lessor) when the lease is of a finance lease.
- c) When IMC (as a lessor) has granted an asset on lease, effecting the lease agreement as a operating lease, then it has not relinquished all the risks and rewards incident to ownership.
- I. All leased assets under an operating lease are recognized as an asset, still owned by the IMC, under the group fixed assets, but are separately disclosed.
 - II. Lease Income is recognized in the statement of Income & Expenditure on accrual basis.
 - III. Depreciation is provided on the leased assets in the same manner as provided for any asset of that class under direct control of the IMC.



INDORE MUNICIPAL CORPORATION
NOTES TO THE ANNUAL FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR 2019-20

1. Municipal (General) Fund:

Municipal fund comprises of the opening balance as on 01.04.2019 plus the surplus as per Income & Expenditure account and the transfer to IMC contribution to Grants Expenditures and other adjustments as per Schedule BS 1.

2. Earmarked Fund:

- 2.1 General Provident Fund:** Amount of GPF deducted from employees salary has been shown under Earmarked funds. The amount of GPF payable has been taken as liability on the basis of records, in the form of GPF registers, kept employee wise, available at HO and the Health Department of IMC. Loans given to employees against GPF, Grain Loan, and Goga Navmi Loan have been adjusted from their respective balances and only net amount has been accounted for as liability in the Balance Sheet. The GPF accounts are now being maintained on the computer and the entries (other than credit of interest) are being done automatically through Payroll Accounting Module and have been got updated till 31 March 2020. During the financial year 2019-20 interest on GPF has been provided @ 8.00% per annum and 7.90% per annum for the period April 2019 to September 2019 and October 2019 to March 2020 respectively. Net Difference of the balance of GPF and Festival Advances as per the registers and as per the books of accounts amounting to Rs. 4,65,58,772/- has been debited to the Municipal Fund Account. Similarly difference in GPF Balance of some of the employees, incorporated in earlier year list, amounting to Rs. 2,74,97,353/- has now been accounted for with corresponding credit to the Municipal Fund account.

IMC is taking necessary steps to update the GPF records in respect of GPF contribution, Interest credited/ recovered and disbursement and recovery of loans from the accounting module only and its confirmation with the GPF registers.

- 2.2 Pension Fund:** Pension fund pertains to the deductions made from salaries of the Employee towards Contributory Pension Fund Scheme. The contribution equivalent to the amount deducted from Employee's salary i.e. Rs. 1,99,59,570/- has not been made so far by IMC.
- 2.3 Family Benefit Fund:** Family Benefit Fund pertains to the fund created by contribution from employees for benefit of family members, at the time of death of employees. The balance is arrived at by adding contribution made and deducting payment out of fund during the financial year 2019-20.

3. Reserve:

- 3.1 Capital Contribution and Capital Reserve:** Assets under Building, Roads, Bridges, Sewerage and Drainage, Public Lighting, Plant and Machinery, Vehicle, Office and Other Equipments, Furniture & Fixtures, Parks and Playgrounds etc. were identified to have been built from Grant funds, from the government and have been separately reflected in the Fixed Assets Schedule and the Balance sheet, the corresponding figure has been credited to the Capital Contribution and the amount equivalent to the depreciation or any other adjustments, made on such assets has been reduced from above account.

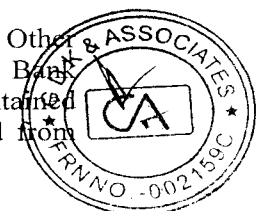
The corresponding amount in Capital Work in Progress under Project Uday and Other Grant Funds has been credited to Capital Reserve Account.

- 3.2 Statutory Reserve:** Statutory Reserve represents the transfer of 5% of Recurring Income.

4. Grant:

4.1 Un-utilised Grant:

- a) Grants received from Central, State, Local Government and Other organizations have been accounted for on the basis of receipts in Bank Accounts. All the interest received in Bank Accounts, wherever maintained separately has been duly accounted for. If a grant has been received from



INDORE MUNICIPAL CORPORATION
NOTES TO THE ANNUAL FINANCIAL STATEMENTS
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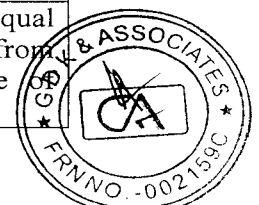
Central, State and Local Bodies in same bank account, interest received has been accounted for against Grant from Central Government. All the grant accounts are subject to scrutiny and adjustments arising, if any.

- b) Grants received for AMRUT and PMAY Projects are classified under Grants from Central Government since both the Projects are monitored by Central Government.
- c) Work of construction of units under the PMAY and RAY, at various sites, is in progress. Untill previous years the Grant received has been net off against the expenditures incurred on the projects by transferring the amount to the Capital Reserve Account. However considering the nature of the activities i.e. the construction of units and sale thereafter, the management has decided not to net off the Grant Fund. Accordingly to give the true and fair view, during the current year an amount of Rs. 1807622076/- and Rs. 312139167/-, transferred in earlier years from the Grant fund under PMAY and RAY respectively to Capital Reserve, has been regrouped / re-classified under previous year's balances.
- d) A part of the Loan taken from HUDCO for JNNURM Project and CM Infrastructure Scheme, repayment of which is being made by Government of Madhya Pradesh, has been accounted for as Grant from State Government.
- e) During the financial year 2015-16 Indore Smart City Development Limited has issued equity shares of Rs. 51,78,00,000/- to IMC, against the grant received by the company from Central Government. The same has been accounted for as Grant from the Central Government.

5. Secured Loan: Secured loans include followings:

- 5.1 Overdraft Limit from State Bank of India:** During the FY 2019-20 IMC has only one OD limits of Rs. 12.82 Crores respectively from State Bank of India. This limit is taken against FDR. OD limit is duly reconciled as on 31.03.2020.
- 5.2 Term Loan:** During the FY 2019-20 IMC has taken loan from National Safai Karamcharis Financial and Development Corporation (NSKFDC) of Rs. 12.21 Crores for procurement and operation of 40 Units of Mechanized Cleaning Equipments / Vehicles.
- 5.3 Municipal Bond:** During the FY 2018-19 IMC has issued Muni Bond of Rs. 139.90 Crores on cut off coupon rate of 9.25% for its share under various projects of AMRUT Mission. Summary of Bond Issued is as under:

Issuer	Municipal Corporation, Indore
Total Issue Size	Rs. 139.90 Crores
Basic Issue Size	Rs. 100 Crores
Green Shoe	Rs. 39.90 Crores
Incentive Received from Government	Rs. 18.187 Crores
Tenor	10 Years
Rating	AA by two Rating Agencies
Coupon Rate	9.25% p.a.
Coupon Type	Fixed
Coupon Payment Frequency	Half Yearly From the Date of Allotment
Redemption	Staggered redemption in four equal installments of 25% of the face value from the end of 7th year from the date Allotment



INDORE MUNICIPAL CORPORATION
NOTES TO THE ANNUAL FINANCIAL STATEMENTS
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information included in the voucher prepared for capitalization of assets so that FAR is correctly prepared.

7.3 Capital work in Progress (CWIP):

CWIP represents capital assets, which are still under process of construction/completion and have not been commissioned.

It also includes contribution by IMC, GoMP and ADB towards Project UDAY. The contribution, received from ADB is divided in the Loan and Grant components on the basis of information made available during the year. The payment to ADB, as interest, has been capitalized and included in CWIP. Similarly interest paid on loan, taken by IMC from State Bank of India for its contribution towards Project UDAY, has also been capitalized under CWIP.

CWIP also includes work in progress under Sihasth (Khan Nadi ETP Project) and AMRUT Scheme.

8. Investment:

8.1 Investment- General Fund: FDRs from Municipal funds and FDRs from Sinking Fund Reserve for Bond Redemption and Debt Service Reserve Account for bond issued with the banks have been shown under Investment - General Fund.

8.1.1 Investment in Equity Share Capital:

- a) IMC has paid an amount of Rs. 500000/- on 05.12.2002 for acquisition of 50,000 Equity shares @ 10/- each of Indore Development Fund Ltd. (IDFL). It has been accounted for on the basis of payment made to the company. IMC is yet to receive the Share Certificates.
- b) During the financial year 2015-16 Indore Smart City Development Limited has issued equity shares of Rs. 51,78,00,000/- (5,17,80,000 shares of Rs. 10 each) against grant received by the company from the Central Government. It has been accounted for on the basis of details received from the company.
- c) IMC has made an **Investment** of Rs. 12,99,650/- (In 1,29,965 Equity shares @ 10/- each) in Atal Indore City Transport Services Limited (AICTSL) in earlier years. However the same was not accounted for till the financial year 2015-16. It has been accounted for during the financial year 2015-16 and an equivalent amount has been credited to the Municipal Fund Account. IMC is yet to receive the Share Certificates.

8.1.2 Investment in FDR: Investment in Fixed Deposits with the banks, of Municipal Fund, Sinking Fund created for redemption of Muni Bond issued, Debt Service Reserve Account, has been shown under this head. The amounts of FDRs have been taken on the basis of statements received from respective bank.

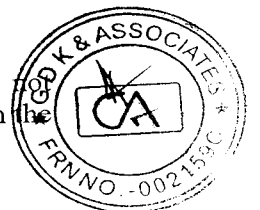
8.2 Investment- Other Fund: FDR from the GPF and Grant fund, have been shown under Investment - Other Fund.

9. Current Assets: Current Assets include the items prescribed in the MPMAM.

9.1 Inventories:

9.1.1 Valuation of Inventory has been done on last purchase cost.

Stores/ Materials are treated as expenditure, at the time of purchase and do form part of Inventories. Inventories have been taken in the balance sheet on basis the stock register maintained.



INDORE MUNICIPAL CORPORATION
NOTES TO THE ANNUAL FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR 2019-20

9.1.3 Units under PMAY and RAY-

PMAY Mission launched in June 2015 which intends to provide housing for all in urban areas by 2022. Projects sanctioned under RAY are also now being executed under PMAY. Work of construction of units under the above Schemes, at various sites, is in progress. Total cost incurred on the activities under these schemes has been capitalized as Inventory under process. Previous year's figures have been regrouped accordingly from CWIP to Inventory for fair and true presentation of financial statements.

9.2 Sundry Debtors:

9.2.1 Property Tax, Water Tax and other taxes and charges: The amount of Property Tax receivable (from approx. 5.50 Lac assesses) as on 31-03-2020 has been taken from the Assessee's ledgers, as per Property Tax Module, prepared by Elbiz System Pvt. Ltd., maintaining records for Property and other taxes and Fees etc. In a number of cases, personal ledgers of property tax Payers, show credit balances which is due to tax payer's depositing more money, as self assessment, than is due from them or some rebates etc. not taken into account earlier, credited now. These have been shown as liability under the head 'Tax Collected in Advance'.

- These are also subject to reconciliation and confirmation. IMC is also taking necessary steps to segregate recording of income between current and previous years in case of fresh/ re assessment of tax payers.
- The same condition prevails generally for Water Charges and the rentals for shops etc.
- During the year 2014-15 an amount of 31,01,84,812.40/- of 24230 assesseees has been debited (reversed) to Water Tax and credited to respective beneficiaries account vide Municipal Corporation Proposal no. 08 dated 09.07.2014.

9.2.2 Provision 905,49,92,434/- has been created for doubtful recoveries against tax dues for previous years in the above cases as per provisions and guidelines of MPMAM and hence no separate provision has been made against the matters pending under litigation in Court of Law, if any.

9.2.3 An amount of Rs. 17,49,99,972/- has been deducted from Compensation in lieu of Octroi, by Urban Administration Development Department Bhopal on account of implementation of E-Nagarpalika, has been accounted for as Receivable.

9.3 Prepaid Expenses: Prepaid expenses includes amount paid for the insurance expenses related to 2020-21 in advance during the year 2019-20.

9.4 Bank: The balance is arrived at after reconciliation with the respective bank statements. Book provided. Some of the Bank Balances are subject to confirmation and adjustments arising due to reconciliation. Also, due to various reasons, as explained, from time to time, some entries in reconciliations could not be matched and may be outstanding on both sides in different groups.

9.5 Cash: The cash in hand as of 31-03-20 has been worked out on the basis of balance of Cash Book as per trial balance, subject to reconciliation.

9.6 Advances to Staff, Contractors and Others:

9.6.1 Loans to Others: The amount pertains to the Loan / Advance given to IDFL, Atal Indore City Transport System Ltd. (AICTSL) and Indore Smart City Development Limited during the financial year. It also includes the repayment of loan taken by IDFL and its interest.



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9.6.2 Similarly advances paid to contractors against work have been taken as current asset. These advances are subject to reconciliation and confirmation.

9.6.3 The amount of advance paid to staff has been taken on the basis of advance register and list provided by concerned person. These advances are subject to reconciliation and confirmation. The difference of advance as per the books of accounts, due to the reasons as mentioned in point no. 2.1 above and others, and as per the list provided amounting to Rs. 28,02,990/- has been debited to the Municipal Fund Account.

9.7 Security Deposit

9.7.1 Security Deposit with Telecom Dept / Cell phone service provider

The amount of Telephone Deposits as on 31.3.2020 has been taken on the basis deposit shown in the telephone bills paid for the month of March' 2020.

9.7.2 Security Deposit with Electricity Board

The amount of Security Deposit with Electricity Board as on 31.3.2020 has been accounted on the basis of details provided and confirmed, that it tallies with the amount of Security being mentioned on the respective bills in respect of public lighting, buildings, tube wells and the gardens etc.,

9.8 Other Assets : An amount of Rs. 2,13,22,671/- was deducted by Bank as TDS from interest received on IMC FDRs. IMC official following up the matter with the Income Tax Department for recovery of above deduction carried out by the bank.

10. Current Liabilities:

10.1 Security Deposit from Contractors: Security Deposit from contractors is the deduction made from the bill approved by the Audit Cell against the running work order files of Jankarya Department. No interest has been credited on the Security Deposit. During the financial year the gross amount collected and refunded to contractors and suppliers, as per the records maintained, has been added and deducted respectively from the opening balance. The amount is subject to reconciliation and confirmation.

10.2 Works Deposits: Works Deposit includes amount received by IMC as a Nodal Agency for various works. Amount expended has been debited against the respective deposit. Similarly interest received on such deposit, where ever the amount has been kept in separate bank account, has also been credited to respective Works Deposit Account.

10.3 Other Liabilities (Sundry Creditors):

10.3.1 Outstanding Bills of Contractors: Amount of outstanding balance of contractors and suppliers as on 31.03.2020 has been taken from concerned accounts. All these balances are subject to confirmation and reconciliation.

10.3.2 Stale Cheques: It includes cheques pending for clearance for more than 3 months as on 31.03.2020.

10.3.3. Withheld: The amount pertains to retention made from the bills of contractors and suppliers. All these balances are subject to confirmation and reconciliation.

10.4 Salary and Retirement and Family Pension Payable: The amount of dues payable as on 31-03-2020 have been taken as per records generated from the various software. It is subject to confirmation and reconciliation.

The unpaid retirement benefits and Pension Fund of employee's retired up to March 2020 have been taken in the current liabilities. Actuarial valuation has not been done to ascertain the Retirement Benefit Liability in lines with the MPMAM



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guidelines.

10.5 Other Employees Liabilities:

- a) It includes dues towards **Arrears of 6th Pay Commission**, which is taken on the basis of Employee wise arrear details provided by concerned department.
- b) Liability for Employee Provident Fund (EPF) and Employees State Insurance Corporation (ESIC) has been accounted for on the basis of amount due for payment for 2019-20 and earlier years and paid after 31.03.20.

10.6 Government Dues Payable: It includes Labour Welfare Cess, Entry Tax, GST, Income Tax Deducted at Source from Contractors bills and Income Tax Deducted at Source from Salary, Professional Tax, Royalty and RTO Tax etc.

10.7 Advance Collection of Revenue: In a number of cases, personal ledgers of property tax payers, show credit balances which is due to tax payer is depositing more money, as self assessment, as against the actual amount due to them or some rebates etc. not taken into account earlier, credited now. These have been shown as liability under this head. Also advance received against booking of flats under PMAY scheme and RAY scheme have been shown as liability under this head.

10.8 Other Liabilities: It includes deduction of LIC Premium, premium of Group Insurance Scheme (GIS), Installment of Loans of Employees deducted from Salary and payable to Financial Institutions and Credit Societies etc.

10.9 Miscellaneous Receipts: It includes the receipts for which the source of receipt could not be identified. It will be credited to the respective account head, once confirmed.

10.10 Provisions: Provision for outstanding liability of revenue expenditure have been provided on the basis of expenses incurred in the FY 2019-20 or previous years and paid after 31.03.20.

11. Contingencies –

11.1 Liabilities : The liability of different legal and taxation matters (pending before tax authorities, in District Court, High Court and Supreme Court on account of unsettled claims), dues payable to suspended employees and Guarantees issued by the Government on behalf of Corporation, has not been accounted for, as the same is not ascertainable.

11.2 Others: An amount of Rs. 15 Crores and Rs. 60 Crores has been deducted during the FY 2016-17 and FY 2017-18 respectively, from the Compensation in Lieu of Octroi by UADD on account of disputed Electricity Charges pending for settlement. The amount was not payable and refund has been claimed. However it has been accounted for as expenditure during the respective years.

During the FY 2018-19, Rs. 15 Crores and Rs. 10.10 Crores has been deducted in the month of July 2018 and March 2018 respectively, from the Compensation in Lieu of Octroi by UADD on account of disputed Electricity Charges pending for settlement. Later amount of Rs. 15 Crores has been refunded by UADD in the Month of August 2018, so amount deducted in the month of March of Rs. 10.10 Crores has been accounted for as receivable in the books of accounts.

12. Miscellaneous Income: it includes penalty amount charged to contractors on non performance as per contract terms.



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13. **General:** In cases where supporting document & Information were not readily available, due diligence was carried out.

The Annual Financial Statements (AFSs) have been finalized after incorporating various points identified by the MPUSP Finance Consultant and the IMC's Handholding consultants on the basis of draft AFSs submitted earlier.

Also, the final AFSs are based on trial balance drawn from the Accounting module after adjustment of above referred remarks.

Previous year figures have been regrouped, where ever necessary, to confirm to MPMAM groupings.

