

13

A N S K & Co.

Chartered Accountants



In the case of the Income and Expenditure Account, of the Income of the corporation for the year ended on that date.

We further report that;

- a. We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit;
- b. In our opinion, proper books of accounts as required by law have been kept by the corporation so far as appears from our examination of such books;
- c. The Balance sheet and Income and Expenditure Account dealt with in this report are in agreement with the books of account;
- d. With respect to the other matters to be included in the Auditor's Report, in our opinion and to the best of our information and according to the explanations given to us:
 - i. As certified by the corporation, there are no pending litigations which may affect its functioning and financial statement. However, the corporation did not create any contingent liability / asset
 - ii. The Corporation maintains manual books of accounts on single-entry accounting method and follows the cash basis of accounting. Our report is limited to the manual cash book maintained by the corporation and some journal vouchers entries posted during the year. No bank reconciliation entries taken in the financial statement, thereby effecting its true and fair view of the financial statement. Also, the Corporation has not maintained any register for related party transactions.
 - iii. As certified by the corporation, The corporation has regular deposited statutory dues during the year. However, we could not ascertain the actual amount of any pending statutory dues, due to maintenance of single-entry accounting method and follows cash basis of accounting method
 - iv. The corporation made some provisions at the end of the year. However, we could not ascertain the accuracy of the provisions made due to non-following the accrual basis of accounting.
 - v. As certified by the corporation, the nature of receipts and payments may be grouped or re-grouped, revenue or capital, is purely based upon management estimates.
 - vi. There may be mis-match between various cash books and registers of different heads.
 - vii. The corporation has treated all the grants as revenue receipts whether it is incurred for capital expenses or revenue expenses, thereby effecting matching concept and true and fair view of financial statement.
 - viii. The corporation does not maintain any fixed asset register and has not physically verified the fixed assets on regular interval. Due to non-availability of actual dates of additions, corporation has charged depreciation for full year, thereby effecting true and fair view of financial statement.

For M/s. A N S K & Co.
Chartered Accountants

Date: 21ST July 2023

Place: Patiala






Aman Kansal

Partner

M.N: 538867

FRN: 016031C

 Business Empire, D-56, First Floor, Rose Garden
Market, Near Bus Stand, Patiala PB 147001
 94645-33334

 www.anskindia.com cakansalgoel@gmail.com

>>OTHER OFFICES:
CHANDRAPUR-CHHINDWARA-MUZZAFARNAGAR

A.R. 12

ANSK & Co.

Chartered Accountants



To,
The Commissioner
Municipal Corporation,
Patiala.

Report on the Financial Statement

We have audited the accompanying financial statements of **Municipal Corporation** ('the Local Body') which comprise the Balance Sheet as at **31st March 2023** and the Income and Expenditure Account for the year then ended and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation of these financial statements that give a true and fair view of the financial position and financial performance of the corporation in accordance with the applicable FRF (Financial Reporting Framework), Manuals, Budgets etc. The responsibility includes the design, implementation and maintenance of internal control relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

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

Audit involves performing procedures to obtain audit evident about the amounts and disclosures in the financial statements. The procedures selected depend upon the auditor's judgment, including the assessment of the risk of material misstatements of the financial statements, whether due to fraud or error. In making those risk assessment, the auditor considers internal control relevant to the corporation's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the management, as well as evaluating the overall presentation of the financial statements.



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


Opinion

In our opinion and to the best of our information and according to the explanations given to us, the financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India.

In the case of the Balance Sheet of the state of affairs of the corporation as on **31st March 2023**.



 Business Empire, D-56, First Floor, Rose Garden
Market, Near Bus Stand, Patiala PB 147001
 94645-33334

 www.anskindia.com cakansalgoel@gmail.com

>>> OTHER OFFICES:
CHANDRAPUR-CHHINDWARA-MUZZAFARNAGAR

A N S K & CO.
CHARTERED ACCOUNTANTS

BUSINESS EMPIRE, D-56, FIRST FLOOR
ROSE GARDEN MARKET, NEAR BUS STAND
PATIALA 147001
MOB NO. 94645-33334, 94636-78921


M/s Municipal Corporation, Patiala
CASH FLOW STATEMENT AS ON 31 MARCH 2023

Particulars	(Rs. In Lacs)
A. CASH FLOW FROM OPERATING ACTIVITIES	
Excess of Income over Expenses after depreciation	(8,377.22)
Adjustments for:	
Depreciation/ Amortisation	8327.48
Interest & Finance Charges	-
(Profit)/loss on sale of Assets	-
Difference of 2018-19 Closing in Bank Balance as per cash book	-
Operating Profit before Working Capital Changes	(49.73)
Adjustments for:	
Decrease/(Increase) in Inventories	-
Decrease/(Increase) in Trade Receivables	-
Decrease/(Increase) in Other Current & Non Current Assets	70.74
Increase/(Decrease) Trade in Payables	-
(Decrease)/Increase in Other Current & Non Current Liabilities	-
(Decrease)/Increase in Provisions	(88.75)
Cash generated from operations	(67.75)
Taxes paid	-
Net Cash flow before Extraordinary Items	(67.75)
Proceeds from Extraordinary Items	-
Payments for Extraordinary Items	-
Net Cash flow from Operating activities	(67.75)
B. CASH FLOW FROM INVESTING ACTIVITIES	
Sale / (Purchase) of Fixed Assets	(2,041.97)
Sale / Purchase of Investments	-
Sale of Investments	-
Purchase of Intangible Assets	-
Net Cash used in Investing activities	(2,041.97)
C. CASH FLOW FROM FINANCING ACTIVITIES	
Proceeds from Long term Borrowings (Net)	-
Repayment of Borrowings	-
Adjustment for Prior Period Item	296.82
Interest paid	-
Net Cash used in financing activities	296.82
Net increase in cash & Cash Equivalents	(1,812.90)



Cash and Cash equivalents as on beginning	8726.56
Cash and Cash equivalents as on end	6913.67
For and on Behalf of Corporation	

As per Our Separate Report
of even date attached
For A N S K & Co.
Chartered Accountants


(Accountant)


(D.C.F.A)

Place: Patiala
Date: 21.07.2023


CA Aman Kansal (Partner)
M.No. 538867
FRN: 016031C

MUNICIPAL CORPORATION, PATIALA

DISTRICT: PATIALA

INDEPENDENT AUDIT REPORT

FINANCIAL YEAR 2022-2023



CONDUCTED BY:



M/s A N S K & CO.

CHARTERED ACCOUNTANTS

PATIALA (P)-CHANDRAPUR (MH)-CHHINDWARA (MP)- MUZZAFARNAGAR (UP)-

MUMBAI (MH) - ASHTA (MP)

Mob no. 94645-33334; 94636-78921

A N S K & CO.
CHARTERED ACCOUNTANTS

BUSINESS EMPIRE, D-56, FIRST FLOOR
ROSE GARDEN MARKET, NEAR BUS STAND
PATIALA 147001
MOB NO. 94645-33334, 94636-78921

M/s Municipal Corporation, Patiala
Balance Sheet as on 31.03.2023

(Rs. In Lacs)

Sr No.	Particulars	Note no.	Figures As at the end of current reporting period 31.03.2023
I	<u>EQUITY AND LIABILITIES</u>		
1	<u>Capital Fund</u>	A	
	(a) Muniपाल Fund		83870.94
	(b) Reserve and Surplus		2027.81
2	<u>Non-Current Liabilities</u>	B	
	(a) Secured Loans		0.00
	(b) Unsecured Loan		2391.00
3	<u>Current Liabilities & Provisions</u>	C	
	(a) Short Term Provisions		1180.83
	(b) Other Current Liabilities		0.00
	Total		89470.58
	(The Notes A to L and Significant Accounting Policies form an integral part of the Financial Statements.)		
II	<u>ASSETS</u>		
1	<u>Non- Current Assets</u>	D	
	(a) Tangible Assets		81235.51
	(b) Intangible Assets		0.00
	(b) Other Non Current Assets		984.15
2	<u>Current Assets</u>	E	
	(a) Cash & Cash equivalents		6913.67
	(b) Other Current Assets		337.25
	Total		89470.58
	(The Notes A to L and Significant Accounting Policies form an integral part of the Financial Statements.)		

For and on Behalf of Corporation

As per Our Separate Report
of even date attached

(Accountant)

(D.C.F.A)

For A N S K & Co.
Chartered Accountants

CA Aman Kansal (Partner)

M. NO. 538867

FRN: 016031C

Place: Patiala
Date: 21.07.2023

A N S K & CO.
CHARTERED ACCOUNTANTS

BUSINESS EMPIRE, D-56, FIRST FLOOR
ROSE GARDEN MARKET, NEAR BUS STAND
PATIALA 147001
MOB NO. 94645-33334, 94636-78921

M/s Municipal Corporation, Patiala
Income and Expenditure Account as on 31.03.2023 (Rs. In Lacs)

Sr No.	Particulars	Note no.	Figures As at the end of current reporting period 31.03.2023
I	Tax Revenues	F	5974.52
II	Non Tax Revenues	G	3160.23
III	Grants Receipts	H	3905.60
IV	Total Income (I+II)		13040.36
V	Expenses:		
	Committed Exp.	I	11992.00
	Non Committed Exp.	J	719.68
	Contingent Exp.	K	378.42
	Depreciation & Other amortization Exps	L	8327.48
	Total Exps		21417.58
VI	Income Over Expenses (iv-v)		(8,377.22)
VII	Adjustment for Prior Period Items(if any)		-
VIII	Income Over Expenses for the Period (VII-VI)		(8,377.22)
	(The Notes A to L and Significant Accounting Policies form an integral part of the Financial Statements.)		

For and on Behalf of Corporation

As per Our Separate Report
of even date attached

For A N S K & Co.
Chartered Accountants

CA Aman Kansal (Partner)

M.No. 538867

FRN: 016031C

(Accountant)

(D.C.F.A)

Place: Patiala
Date: 21.07.2023

(4)
B.S.S.

M/s Municipal Corporation, Patiala
Note A Of Capital Fund as on 31.03.2023

(Rs. In Lacs)

Particulars	Figures As at the end of current reporting period 31.03.2023
(a) Municipal Fund	83574.12
Add: Adjustment for Prior Period Item	296.82
Total (a)	83870.94
(b) Reserve & Surplus	
Opening Balance	10405.02
Amount Trfd. From Income and Expenditure A/c	(8,377.22)
Grants	0.00
Total (b)	2027.81
Total (a+b)	85898.75

Note B Of Non Current Liabilities As On 31.03.2023

(Rs. In Lacs)

Particulars	Figures as at the end of current reporting period 31.03.2023
(a) Secured Loans	0.00
(b) Unsecured Loans	
Improvement Trust, Patiala	1470.00
Puda, Patiala	921.00
	2391.00
Total (a+b)	2391.00

Note C Of Current Liabilities & Provisions As On 31.03.2023

(Rs. In Lacs)

Particulars	Figures as at the end of current reporting period 31.03.2023
(a) Short-term Provisions	
Audit Fees Payable	321.19
Directorate Charges	195.73
EMD Payable	71.16
Contactor Liabilities	300.00
Election Charges	18.46
Arrears of Retired Employees & Gratuity & Leave Encashment	60.40
Newspaper Bills	4.62
Outstanding GPF & CPF	155.17
PF Advance	11.28
Pension Branch Retiring Dues Payable	42.83
Total	1180.83
(b) Other Current Liabilities	0.00
Total (a+b)	1180.83



Note D Of Non- Current Assets As On 31.03.2023		(Rs. In Lacs)
Particulars	Figures as at the end of current reporting period 31.03.2023	
(a) Fixed Assets		
(i) Fixed Assets		
Original Cost		115064.60
Add: Addition during the year		2041.97
Less: Sale / Adjustment during the year		0.00
Less: Depreciation		35871.06
Tangible Assets	Total (a)	81235.51
(b) Intangible Assets		
Software Development		0.00
Less: Amotisation / Written Off		0.00
	Total (b)	0.00
(b) Other Non- Current Assets		
- Receivables from PWD Department		984.15
	Total (c)	984.15
	Total (a+b+c)	82219.66

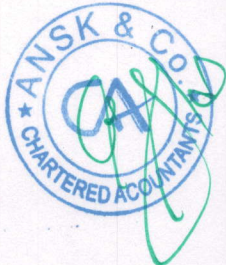
Note E Of Current Assets As On 31.03.2023		(Rs. In Lacs)
Particulars	Figures as at the end of current reporting period 31.03.2023	
(a) Cash & Cash Equivalent		
Bank Balance as per Cash Book		
- General Cash Book		62.46
- Water Supply Cash Book		244.71
- SBM Grants		17.79
- Planning Grants		6588.71
		6913.67
(b) Other Current Assets		
Arrears of House Tax		342.93
Transfer to General Cash Book		-
Received During the year		(5.68)
		337.25
	Total (a+b)	7250.92



Note F On Tax Revenues As On 31.03.2023	(Rs. In Lacs)
Particulars	Figures as at the end of current reporting period 31.03.2023
Property Tax	2041.37
Fire Cess	58.80
Cancer Cess	28.94
Punjab Municipal Fund	3644.27
Advertisement Tax	199.01
Show Tax	1.49
Entertainment Tax	0.64
	5974.52

Note G On Non Tax Revenues As On 31.03.2023	(Rs. In Lacs)
Particulars	Figures as at the end of current reporting period 31.03.2023
License Fees U/s 343	24.60
Parking Fees	1.54
Building Fees	1290.69
Rent/Lease	56.34
Enlistment Fees	0.68
Tower Fees	4.00
Plot Regularisation Fees	45.78
Slaughter House Fees	2.67
Composition Fees	5.56
Fire Call	55.03
Animal Related Income	0.01
Water Supply & Sewerage Charges	704.87
Cow Cess Fees	165.74
Road Cutting Fees	175.30
Street Vending	8.61
Other/Misc. Income (incl. RTI)	20.07
Sale of Property/Transfer for Prosencen	13.12
Additional Excise Duty	585.63
	3160.23

Note H On Grants Receipts On 31.03.2023	(Rs. In Lacs)
Particulars	Figures as at the end of current reporting period 31.03.2023
- Atal Mission for Rejuvenation for Urban Transformation	25.96
- Planning Grants	3879.64
Total	3905.60



7

I.E.S.

Note I on Committed Expenses As On 31.03.2023		(Rs. In Lacs)
Particulars		Figures as at the end of current reporting period 31.03.2023
Salaries	2022-23	8657.47
- General Branch	440.70	
- Water Supply Branch	1008.49	
- Octroi Branch Misc	484.93	
- Fire Brigade Branch	130.14	
- Health Branch	3231.40	
- Works Branch	909.61	
- Pension Branch	38.22	
- Teh Bazari Branch	45.79	
- Pension Retire Workers	42.83	
- Gratuity and Leave Encashment	644.49	
- Employee Outstanding P.F./C.P.F	2.35	
- LTC	88.71	
- Library Branch	19.07	
- Focal Point Branch	63.17	
- Out Source Employee	1369.33	
- Medical Exp. General	<u>138.25</u>	
Street Light Exp.		695.63
Tubewell Exp.		26.70
Park Maintenance Exp.		106.82
Legal Charges		15.70
Store Health		18.20
Computer Repairs		3.29
Payment to Gaushala		225.12
Audit Fees		10.34
Sewerage & Solid Waste Management Exp.		810.60
Sanitation & Septic Management Exp.		141.35
Shamshan Ghat Improvement Exp.		0.95
Public Awareness & Commuications		0.18
Plantation Exp.		0.00
Power Exp.		159.16
Other Exp.		571.87
Dairy Shifting Exp.		3.84
General Advance		2.59
PMAY Grant Exp.		270.00
Drinking Water Supply Exp.		272.20
Total		<u>11992.00</u>



Note J on Non Committed Expenses As On 31.03.2023		(Rs. In Lacs)
Particulars	Figures as at the end of current reporting period 31.03.2023	
Telephone Exp.		47.39
Operation & Management		8.96
License Branch Exp.		11.91
Building Repairs		26.22
Repair of Vehicles		1.06
Roads / Streets Maintenance		614.93
Hospitality Branch Exp.		4.21
Animal Related Exp.		5.00
Total		<u>719.68</u>

Note K on Contingent Expenses As On 31.03.2023		(Rs. In Lacs)
Particulars	Figures as at the end of current reporting period 31.03.2023	
Petrol & Diesel		211.23
Other Misc Exp.		10.73
Newspaper Bill Exp.		0.62
Printing & Stationery Exp.		2.56
Empolyee's Uniforms		0.03
House Tax Branch Exp.		153.26
Total		<u>378.42</u>

Note L on Depreciation and Other Amortisation Exp. As On 31.03.2023		(Rs. In Lacs)
Particulars	Figures as at the end of current reporting period 31.03.2023	
Depreciation		8327.48
Total		<u>8327.48</u>



M/s Municipal Corporation, Patiala
Annexure to Note L - Details of Depreciation as per Punjab Municipal Accounting Manual, 2017 as on 31.03.2023

Particulars	Original cost as on 01.04.2022	Addition during the Year	Sale/ t/f to R&S	Total Cost As On 31.03.2023	Rate of Dep.	Dep. Upto 31.03.2022	Dep. During the Year	Total Dep. Upto 31.03.2023	Cl.Bal As On 31.03.2023
Land	2688.00	0.00	0.00	2688.00	0.00%	0.00	0.00	0.00	2688.00
Building									
- A Tank	833.55	0.00	0.00	833.55	2.25%	75.01	18.75	93.77	739.78
- Fire Brigade	2106.88	0.00	0.00	2106.88	2.25%	189.10	47.40	236.51	1870.37
- Govt Press	1338.67	0.00	0.00	1338.67	2.25%	120.48	30.12	150.60	1188.07
- Dairy Shifting Project	589.31	340.78	0.00	930.09	2.25%	25.03	20.93	45.96	884.13
- Library	291.74	0.50	0.00	292.24	2.25%	26.25	6.58	32.83	259.41
- MC Office	3916.11	0.00	0.00	3916.11	2.25%	349.97	88.11	438.08	3478.04
- Community Toilets	237.86	19.53	0.00	257.39	2.25%	13.62	5.79	19.41	237.97
- MRF Centre (Sheds)	114.83	0.00	0.00	114.83	6.00%	20.09	6.89	26.98	87.85
- Gau-Shala	30.41	0.00	0.00	30.41	2.25%	1.37	0.68	2.05	28.35
- Shamshan Ghat	7.21	0.00	0.00	7.21	2.25%	0.32	0.16	0.49	6.73
- Slum Colony	0.00	42.25	0.00	42.25	2.25%	0.00	0.95	0.95	41.30
- Dr Ambedkar Statue	4.36	0.00	0.00	4.36	2.25%	0.20	0.10	0.29	4.06
- Dharamshala	493.67	459.45	0.00	953.12	2.25%	11.11	21.45	32.55	920.57
- Play Grounds	0.00	15.61	0.00	15.61	2.25%	0.00	0.35	0.35	15.26
- Auditorium	0.00	25.24	0.00	25.24	2.25%	0.00	0.57	0.57	24.67
- Mortuary Chamber	57.09	0.00	0.00	57.09	2.25%	1.28	1.28	2.57	54.52
Furniture & Fixtures	78.90	0.00	0.00	78.90	6.00%	18.93	4.73	23.67	55.23
Library Books	0.49	0.06	0.00	0.55	6.00%	0.12	0.03	0.15	0.40
Machines, Motors Etc	389.70	0.00	0.00	389.70	6.00%	86.56	23.38	109.95	279.76
Overhead Service	5234.01	0.00	0.00	5234.01	6.00%	1256.16	314.04	1570.20	3663.81



B.S.S. 9

Parks	15420.95	74.41	0.00	15495.36	6.00%	3698.67	929.72	4628.39	10866.97
Poles	29.41	0.00	0.00	29.41	6.00%	7.05	1.76	8.82	20.59
Properties on Lease/Rent	23740.95	0.00	0.00	23740.95	2.25%	2136.68	534.17	2670.86	21070.09
Roads	28834.17	346.83	0.00	29181.00	18.00%	16135.34	5252.58	21387.92	7793.09
Roads - Inter-locking Tiles	664.15	0.00	0.00	664.15	10.00%	168.91	66.41	235.32	428.83
STP	3117.32	0.00	0.00	3117.32	3.00%	264.76	93.52	358.28	2759.04
Street Lights	648.41	53.59	0.00	702.00	6.00%	124.90	42.12	167.02	534.98
Tubewells	2068.91	0.00	0.00	2068.91	3.00%	233.64	62.07	295.71	1773.20
Vehicles (Fire Division)	137.14	0.00	0.00	137.14	6.00%	32.92	8.23	41.14	96.00
Vehicles (Other Division)	167.95	0.00	0.00	167.95	6.00%	33.86	10.08	43.94	124.02
Computers	19.11	4.66	0.00	23.77	9.00%	4.79	2.14	6.92	16.85
CCTV Camera	0.00	214.20	0.00	214.20	9.00%	0.00	19.28	19.28	194.92
Sanitation Equipments	69.48	0.00	0.00	69.48	18.00%	37.52	12.51	50.02	19.45
Gym Equipments	13.30	4.40	0.00	17.69	20.00%	2.66	3.54	6.20	11.50
Dustbin Trolleys	16.61	0.00	0.00	16.61	18.00%	8.97	2.99	11.96	4.65
Semi Underground Bins	170.00	0.00	0.00	170.00	18.00%	91.80	30.60	122.40	47.60
Water & Sewerage Lines	21425.16	408.46	0.00	21833.62	3.00%	2358.96	655.01	3013.97	18819.65



B-3-5 (10)

Water Sprinkler Tank	0.00	7.05	0.00	7.05	6.00%	0.00	0.42	0.42	6.63
Electric Crimation Machine	0.00	24.95	0.00	24.95	6.00%	0.00	1.50	1.50	23.45
Bio Remediation Plant	87.65	0.00	0.00	87.65	6.00%	5.26	5.26	10.52	77.13
LED Sign Boards	21.15	0.00	0.00	21.15	6.00%	1.27	1.27	2.54	18.61
Total	115064.60	2041.97	0.00	117106.57		27543.58	8327.48	35871.06	81235.51
P.Y.	107774.09	7290.51	0.00	115064.60		19341.28	8202.29	27543.58	87521.03



11
B-S-S.