

BALANCE SHEET
OF
Phagwara Municipal Corporation
Phagwara

2024-2025

Municipal Corporation Phagwara

G.T. Road, Phagwara

GSTIN :

BALANCE SHEET (At the end of 31-03-2025)

LIABILITIES (Rs.)			ASSETS (Rs.)		
Total Account			Fixed Assets		
Reserves & Surplus	635615297.14	63,56,15,297.14	Accumulated Depreciation	-98092750.00	
Current Liabilities			4102002 Office Building	44,34,594.00	
Deposits Received	1,87,88,720.00		4102006 Toilet Blocks	6,67,906.00	
Duties & Taxes	6,18,324.00		4103001 Garden & Parks	1,30,63,992.00	
Sundry Creditors	8,70,518.00		4103008 Roads	183633921.00	
501003 Expenses Payable	2,66,167.00		4103011 Public Lighting	1,40,39,303.00	
501101 Salary Unpaid	54,876.00		4104001 Plant & Machinery	5,71,590.00	
502002 EPF Deduction (EPFO)	393.00		4105008 Road Roller	24,391.00	
502003 CPF Deduction	6,29,141.00		4105010 Tractor / Trolley	61,06,126.00	
502005 Life Insurance Corpo	1,30,913.00		4105011 Auto / Pedal Ricksha	6,04,784.00	
502007 Bank Loan	5,000.00		4105014 JCB Machine	53,38,475.00	
502021 Fire Cess	94,67,733.82		4105015 Jetting Machine	10,66,800.00	
502022 Cancer Cess	18,28,999.98		4105016 Loader	49,64,522.00	
502024 ESI Employee	2,570.00		4106002 Air Cooler	6,09,553.00	
502025 GPF Deduction	4,41,318.00		4106003 Water Cooler	49,500.00	
Advance Recieved from Distri	8,38,787.00		4106004 Refrigerators	14,200.00	
of Recovery Amt	6,413.00		4106006 Computers	21,72,634.00	
old Amount For Govt. Approv	5,43,000.00	3,44,92,873.80	4106007 Printer	3,83,401.00	
			4106023 Sigfom / Fogging Mac	12,50,671.00	
			4106030 Scanner	9,544.00	
			4106031 Generator	13,49,450.00	
			4106033 CC Camera	7,82,674.00	
			4106034 Other Equipments	44,950.00	
			4106035 Submersible / Pump	11,55,558.00	
			4106036 Electric Heater	46,060.00	
			4107001 Cabinets	1,06,674.00	
			4107002 Cupboards	4,36,130.00	
			4107003 Chairs	29,44,355.00	
			4107004 Fans	68,910.00	
			4107005 Electrical Fittings	49,922.00	
			4107006 Tables	1,89,665.00	14,80,87,505.00
			Current Assets		
			Bank Accounts	300875896.57	
			Cash-in-hand	23,25,499.00	
			Sundry Debtors	3,64,31,216.00	
			4501003 Cheque in Hand	33,503.00	
			4601003 Wheat Loan	1,51,524.00	
			4601004 Festival Advance Loa	2,800.00	
			4604008 For Misc. Office Wor	5,000.00	
			4608002 TDS Recievables	1,20,645.00	33,99,46,083.57
			Investments		
			BANK FIXED DEPOSITS	182074582.37	18,20,74,582.37
Total		67,01,08,170.94	Total		67,01,08,170.94

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Chartered Accountant's Report
As per our separate report attached



For N.K. GABA & Co.
Chartered Accountants
(CA. MUKIT GABA)
M. N. 153254

Deputy Controller (F & A)
MC Phagwara

Dated: 23/2/26

Municipal Corporation Phagwara

G.T. Road, Phagwara

GSTIN :

INCOME & EXPENSE ACCOUNT

(For the period ending 31-03-2025)

DEBIT (Rs.)		CREDIT (Rs.)	
Expenses (Indirect/Admn.)		By Income (Indirect)	
1001 Basic Pay	186271252.00	1100101 Property Tax	6,46,48,979.85
1004 Ex-gratia	5,00,000.00	1100107 Penal Interest on Pr	35,43,164.96
1006 Salary Paymnet of Sw	3,42,67,715.00	1108007 Cow Cess	12,20,400.00
1009 Arrear of Salary as	1,33,241.00	1202001 Compensation in Lieu	242093591.00
1010 Arrear of Salary as	2,84,928.00	1301004 Markets	96,70,445.00
12011 Leave Travel Concess	8,18,796.00	1301005 Marriage/Community H	65,000.00
12017- Other Allowance	57,440.00	1308001 Advt./Holding on MC	8,66,746.00
14001 Leave Encashment	56,48,025.00	1401101 Shops & Establishment	21,23,190.00
14002 Death Cum Retirement	1,18,85,583.00	1401201 Plan Sanction Fee	1,16,98,574.00
15001 Medical Re-imburseme	41,60,761.00	1402009 Other Fines	11,88,943.00
16001 CPF Deduction (MC Sh	68,44,424.00	1402016 Tehbazari Compositio	40,500.00
16004 EPF Contribution (MC	68,141.00	1404001 Building Permission	6,88,91,767.00
16013 ESI Contribution (MC	10,852.00	1404009 Others	21,65,676.73
17001-Honorarium to Counci	89,177.00	1405014 Parking Fee	7,09,425.00
17002- Allowances to Counc	9,12,576.00	1701001 Intt. on Fixed Depos	1,11,89,964.30
11201 Telephone Office Exp	48,514.00	1711001 Intt. on Saving/Curr	90,73,207.00
11204 Internet Exps	21,207.00	1804002 Recovery of Excess S	1,41,923.00
11206-Telephone Allow. Cou	1,21,696.00	1808003 Other Misc. Income	7,18,335.51
12102 General Printing & S	1,98,317.00	1808006 Fire Tender/NOC Fee	6,57,100.00
14003 Motor Vehicles (Insu	1,88,674.00	1808007 Fire Call Report Fee	9,200.00
14004 Other Insurance	38,702.00	4109003 Adhoc Rebates	-21,51,431.75
15202 Advocate Fee Expense	3,70,000.00		
15207 Professional Charges	3,30,610.00		
16001 Advertisement in New	2,04,742.00		
18006 Other Office Misc. E	2,13,629.00		
10101 Electricity Bill - S	2,18,33,625.00		
10102 Electric Connection	1,94,303.00		
10206 Petrol/Diescl Expens	86,72,359.00		
13004 Pesticides	4,04,999.00		
15004 All Types of Roads &	21,30,713.00		
15006 Street Lighting Syst	15,00,271.00		
15102 Parks & Garden Maint	14,73,349.00		
15110 Sulabh Toilet Expens	6,96,185.00		
15202 Office Building Repa	52,622.00		
15316 Repair of Other Vehi	19,73,530.00		
15318 Repair of General Of	38,235.00		
15319 Computer Repair Expe	32,611.00		
15323 Repair of Air Cooler	18,460.00		
15901 Repair of Furniture	4,700.00		
16003 Interest on PF	96,00,851.00		
17001 Bank Charges	43,259.74		
11001 Election Expenses	1,07,771.00		
12017 Unclaimed Dead Body	57,150.00		
12019 Other Programme Expe	1,50,441.00		
15001 Other Misc. Exps	25,91,616.00		
16003 Refund of Taxes - Pr	16,36,883.97		
preciation	2,19,35,968.00		
	32,88,38,904.71		42,85,64,700.60

Chartered Accountant's Report

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As per our separate report attached



For N.K. GABA & Co.
Chartered Accountants

(CA. MOHIT GABA)

M. N. 503854

Dated: 23/2/25

Deputy Controller (F & A)
MC Phagwara

Corporation Phagwara
INCOME & EXPENSE ACCOUNT

DEBIT (Rs.)		CREDIT (Rs.)	
of Income over Expenses	9,97,25,795.89		
Total	42,85,64,700.60	Total	42,85,64,700.60



[Signature]
Deputy Controller (F & A)
MC Phagwara

Municipal Corporation Pgw Grant Fund

GSTIN :
BALANCE SHEET
 (At the end of 31-03-2025)

LIABILITIES (Rs.)		ASSETS (Rs.)	
Account		Fixed Assets	
Contribution for Spec	306105763.04	Expenditure Against Grants T	104835658.00
Reserves & Surplus	-21344217.48	Current Assets	
		Bank Accounts	8,09,36,706.56
Liabilities		Investments	
Security Deposits	3,64,440.00	BANK FIXED DEPOSITS	9,93,53,621.00
Total	28,51,25,985.56	Total	28,51,25,985.56



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 Deputy Controller (F & A)
 MC Phagwara

Municipal Corporation Pgw Grant Fund

GSTIN :

INCOME & EXPENSE ACCOUNT

(For the period ending 31-03-2025)

DEBIT (Rs.)		CREDIT (Rs.)	
Expenses (Indirect/Admn.)		By Income (Indirect)	
Electricity Bill - S	54,53,360.00	1701003 Interest from Fixed	27,52,168.00
Petrol/Diesel Exps.	43,50,829.00	1711001 Interest from Saving	24,01,166.00
Bank Charges	354.00		
Depreciation on Road	92,75,517.00		
	1,90,80,060.00	By Excess of Expenses over Income	1,39,26,726.00
Total	1,90,80,060.00	Total	1,90,80,060.00



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Deputy Controller (F & A)
MC Phagwara

PHAGWARA MUNICIPAL CORPORATION
CASH FLOW STATEMENT FOR THE YEAR ENDED 31st MARCH 2025

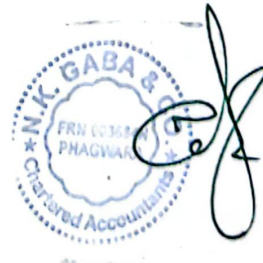
(Amount in ₹)

As at 31st March 2025

A. NET INCOME AS PER INCOME & EXPENDITURE ACCOUNT	8,57,99,069.89
Depreciation	3,12,11,485.00
OPERATING PROFIT BEFORE WORKING CAPITAL CHANGES	11,70,10,554.89
ADJUSTMENTS FOR	
Receivables from Property Tax	-3,08,92,216.00
Short Term Loans & Advances	86,660.00
Sundry Creditors/ Other Short Term Provisions	<u>43,53,572.67</u>
	-2,64,51,983.33
Cash Generated From Operations	<u>9,05,58,571.56</u>
Income Tax Expense for the period	0.00
NET CASH FROM OPERATING ACTIVITIES (A)	<u>9,05,58,571.56</u>
B. CASH FROM FINANCING ACTIVITIES	
Grants received	12,78,02,213.00
Increase in Provident Fund Reserve	1,69,34,224.00
Decrease in Deposits Received	<u>-6,46,154.00</u>
NET CASH FROM FINANCING ACTIVITIES (B)	<u>14,40,90,283.00</u>
C. CASH FROM INVESTING ACTIVITIES	
Purchase of Fixed Assets	-81,60,939.00
Increase in Investments	-7,19,96,121.30
Adjustments in Accumulated Reserve	1,29,20,438.00
Assets Purchase Against Grant Received	<u>-5,15,95,901.00</u>
NET CASH FROM INVESTING ACTIVITIES (C)	<u>-11,88,32,523.30</u>
NET INCREASE IN CASH AND CASH EQUIVALENTS (A+B+C)	11,58,16,331.26
OPENING CASH AND CASH EQUIVALENTS	<u>26,83,55,273.87</u>
CLOSING CASH AND CASH EQUIVALENTS	<u><u>38,41,71,605.13</u></u>

For Phagwara Municipal Corporation

DCFA

Phagwara Municipal Corporation, Phagwara

Significant Accounting Policies for the year ended 31st March 2025

1. Basis of Preparation of Financial Statements

The financial statements of Phagwara Municipal Corporation have been prepared in accordance with the Punjab Municipal Accounting Manual (PMAM) issued under the Punjab Municipal Corporation Act 1976, incorporating necessary localization of the chart of accounts and budget codes as applicable to the Corporation.

The statements have been prepared on the **accrual basis of accounting**, following the **double entry system**, and under the historical cost convention unless otherwise stated.

2. Going Concern

The financial statements have been prepared on a **going concern basis**, assuming that the Corporation will continue to operate in the foreseeable future to discharge its functions and meet its statutory obligations.

3. Use of Estimates

The preparation of financial statements requires management to make estimates and assumptions that affect the reported amounts of assets, liabilities, income, and expenditure during the reporting period. Actual results could differ from those estimates. The estimates are reviewed on an ongoing basis, and revisions are recognized in the period in which they are made.

4. Revenue Recognition

Revenue is recognized on an **accrual basis**, except where otherwise stated. Major sources of revenue include:

- Property tax and other municipal taxes recognized on accrual basis to the extent of bills raised.
- User charges and fees recognized as income when services are rendered or the right to receive arises.
- Grants and contributions from the Government are recognized when there is reasonable assurance that the conditions attached to them are fulfilled.
- Interest income is recognized on a time proportion basis.

5. Fixed Assets

Fixed Assets are recorded at their **historical cost of acquisition or construction**, inclusive of all incidental expenses and taxes directly attributable to bringing the asset to its working condition for intended use.

Assets acquired through **grants or donations** are recognized at their fair value on the date of acquisition.



6. Depreciation

Depreciation on fixed assets has been provided on the basis of the **rates prescribed in the Punjab Municipal Accounting Manual (PMAM)**. The method and useful life of assets have been applied consistently as per the Manual, and **not in accordance with the Accounting Standards** issued by the Institute of Chartered Accountants of India (ICAI).

7. Employee Benefits

- **Short-term employee benefits** such as salaries, wages, and allowances are recognized as expenses in the period in which the related service is rendered.
- **Retirement benefits** such as provident fund, gratuity, and pension are accounted for in accordance with applicable rules and schemes notified by the Government.

8. Grants, Contributions, and Donor Funds

Grants received for specific purposes are treated as **liabilities** until utilized for the purpose for which they were received. Grants utilized for acquisition of fixed assets are treated as **capital receipts** and adjusted against the cost of the related asset.

For Phagwara Municipal Corporation



Auth Signatory

Dated: 23/02/2026



Tax Invoice

N.K.GABA & CO.

CHARTERED ACCOUNTANTS

42, Shaheed Bhagat Singh Nagar, Hoshiarpur Road, Phagwara. (PB) INDIA. 144401

Mobile: 9417314030, 9872473334

E: mail@nkgaba.com, W: www.nkgaba.com

Udyam Registration Number: UDYAM-PB-11-0027538

GSTIN: 03AAEFN9522C1Z0

Invoice No: NKGK/2025-26/369

Invoice Date: 02-03-2026

Reverse Charge (Y/N): N

State: PUNJAB

Code

03

Place of Supply: 03-Punjab

Bill to Party

Name: MUNICIPAL CORPORATION PHAGWARA

Address: TOWN HALL, PHAGWARA

GSTIN: 03AAALM3011B1Z2

State: 03-Punjab

S. No.	Services Description	SAC	Amount (₹)
1	Fees for converting Accounting system from Single Entry to Double Entry (FY 2024-25) Final Balance Sheet (25% of the contract amount)	9982	48,000.00
TOTAL			48,000.00

CGST @ 9% 4,320.00

SGST @ 9% 4,320.00

IGST @ 18% NA

TOTAL INVOICE AMOUNT 56,640.00

Total Invoice Amount in Words

Rupees Fifty Six Thousand Six Hundred Forty Only

BANK DETAILS

NAME OF BANK: STATE BANK OF INDIA

Account no.: 34419588733

IFSC: SBIN0050369

UPI ID: nkgaba@sbi

For N.K.Gaba & Co.


Partner

PAYMENT TERM: 45 DAYS