



**AHMEDABAD MUNICIPAL
CORPORATION**

FINANCE DEPARTMENT

BALANCE SHEET

2019-20

SIGNIFICANT ACCOUNTING POLICIES

Significant accounting policies are the basis of accounting that is used to determine how transactions are reported on the financial statements. These financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, whenever applicable.

These Accounting Policies have been prepared considering Governmental Accounting Standards Board (GASB) pronouncements, the various relevant Accounting Standards of the Institute of Chartered Accountants of India (ICAI), the Technical Guide on accounting and financial reporting by Urban Local Bodies issued by the ICAI and Comptroller & Auditor General's report on Urban Local Bodies.

BASIS OF PRESENTATION

Fund Accounting: -

The accounts of the Ahmedabad Municipal Corporation are organized on the bases of funds, each of which is considered a separate accounting entity. The operations of each Fund are accounted for with a separate set of self-balancing accounts that comprise its assets. Government resources are allocated to and accounted for in individual funds based upon the purposes for which resources are to be spent and the means by which spending activities are controlled. The various Funds are grouped in the financial statements in four generic fund types, as follow:

- **General Municipal Fund**

The General Fund, which is the principal fund of the City, accounts for all financial transactions not accounted for in other funds.

- **Capital Projects Fund**

The Capital Projects Fund is used to account for financial resources to be used for the acquisition of major capital facilities. In the context of the AMC, all projects that are in the process of construction are accounted for in this Fund. After completion, they are accounted for as general fixed assets of the city.

- **Special Revenue Funds**

These Funds are used to account for the proceeds of specific Revenue Sources (other than Expendable Trust Funds or major Capital Projects Funds) that are legally restricted for expenditures for specific purposes.

- **Trust and Agency Funds**

These funds are used to account for assets held by the AMC in a trustee capacity or as an agent for individuals, other Governmental Units, and other Funds.

Basis of Accounting: -

Under the **Accrual Basis of Accounting**, most transactions are recorded when they occur, regardless of when cash is received or disbursed. The accrual basis of accounting includes considerations relating to deferral, allocation, depreciation and amortization. **The major difference between accrual accounting and cash accounting is in timing of recognition of Revenues, Expenses, Gains and Losses.**

The accrual basis is the superior method of accounting for the economic resources of any organization. It results in accounting measurement based on the substance of transactions and events, and thus enhances

their relevance, neutrality, timeliness, completeness and comparability. **World Wide, the use of accrual basis to the fullest extent practicable is recommended in the government environment**

Under accrual accounting, entries are made on the dates when Revenue or Expenses fall due and not on the date when they are paid or received. Accrual Basis of accounting is a scientific system for reporting income and also for preparation of financial statements. It is based on two basic accounting principles.

- 1. Revenue Recognition principle**
- 2. Matching Principle**

According to the Revenue Recognition Principle, Revenue is reported in the financial statements in the accounting period in which cash representing that revenue is actually received. According to Matching Principle, all expenses associated with the generation of revenue must be matched against that revenue in the same period in which revenue was actually earned. Consequently under accrual basis of accounting, cash received in advance for services to be rendered in future are not recognized as revenues at all and are treated as deferred revenue and shown as liability in Balance Sheet. Similarly expenses paid in advance are not matched against the revenue of current year and treated as prepaid expenses and shown as asset in Balance Sheet. Likewise, income earned, but not received in cash is taken as accrued income, and is treated as income of current year and shown as asset in Balance Sheet. Expenses incurred but not paid for is provided for and charged against revenue of current years and shown as liability in the Balance Sheet.

The adjustments made on accrual basis ensure better financial statements. Accrual Basis is the most widely accepted basis of accounting. Accrual Basis of accounting is a scientific method. It emphasizes on proper recognition of income & expenses to have a clear picture of receivables and payable without inflating/deflating income or expenses.

Benefits of Accrual Accounting

1. Accrual basis of accounting allows users to
 - i) Assess the accountability for all resources the entity controls and the deployment of those resources.
 - ii) Assess the performance, financial position and cash flow of the entity.
 - iii) Make decisions about providing resources to or doing business with, the entity.
 - iv) Evaluate a Government's ongoing ability to finance its activities and to meet its liabilities and commitment.
2. Accrual basis of accounting provides information on an entity's overall financial position and current stocks of assets & liabilities and changes in financial position. The AMC needs this information to
 - i) Make decisions about the feasibility of financing the services it wishes to provide.
 - ii) Demonstrate accountability to the public for the management of its assets and liabilities.
 - iii) Plan for future funding requirements of assets maintenance and replacement.
 - iv) Plan for the repayment of or satisfaction of existing liabilities.
 - v) Manage its cash position and funding requirement.
 - vi) Demonstrate its performance in terms of service costs, efficiency and accomplishments.

- vii) Assess whether current revenues are sufficient to cover the costs of current programs and services.
 - viii) Record the total costs, including depreciation of physical assets and amortization of intangible assets for
Carrying out specific activities
 - ix) Assess whether it can provide and the extent to which it can afford new programs and services.
3. Accrual Accounting requires maintenance of complete records of assets and liabilities. It facilitates better management of assets, including better maintenance, more appropriate replacement policies, identification & theft or damage.
 4. Accrual Accounting provides a consistent framework for the identification of existing liabilities, and contingent liabilities. It provides information on the impact of existing liabilities on future resources.
 5. Accrual basis of accounting shows how the Government financed its activities and met its cash requirement.
 6. Accrual basis of accounting highlights the impact of financing decision on net assets/equity and may lead government to take long-term view when making financing decisions than is generally possible. When relying on cash reports under the accrual basis of accounting, the financial statement will include a Statement of Financial position, which discloses information about assets and liabilities. Where assets and liabilities are not equal, a residual figure for net assets/equity will be reported. Changes in an entity's net assets/equity between two reporting dates reflect the increase or decrease in its wealth during the accounting period. Information or changes in financial position means that government may be held accountable for the financial impact of its decision of both current and future net assets/equity.

Method of Accounting : -

The method of accounting is the Double-Entry System.

Income/Revenues

In case of Property taxes, Revenue are recorded when earned and therefore recognized on accrual basis. This policy is in line with C&AG's recommendations on accrual accounting for property taxes in India. In the accrual system revenues from property taxes are recognized in the fiscal year for which the taxes are levied are considered measurable and available. Assigned Revenues like Entertainment tax, Duty/Surcharge on transfer of Immovable Properties are accounted upon actual collection. Revenues in respect of Advertisement, Rent from properties shall be accrued based on terms of agreement/contract. Revenue from Grants and Shared Income are recognized in the fiscal year in which all eligibility requirements have been satisfied and confirmation/sanction received. This again is in line with C & AG's recommendation for accounting for such income.

Adequate provisions are made in respect of income accrued but not received.

Interest on tax receivables are accounted on receipt basis.

Expenditures

Expenditures are recorded when incurred and are recognized on accrual basis.

Cash and Bank

Cash comprises cash in hand and cash at bank as on the Balance Sheet date. Cash-books maintained in Headquarters and in all the Zones. Bank balance is taken as per books which are subject to reconciliation.

Investments

Investments comprise fixed term deposit with Nationalized Banks. Investments are valued at cost and adequate provision is made to recognize any permanent diminution, if any, in value. Interest on investments is accounted for on accrual basis.

Assets

Valuation Policies for Assets: - Generally fixed assets are valued at historical cost. In the absence of information regarding historical cost, the following costs have been used.

Fair Value: - The amount for which an asset could be exchanged between knowledgeable, willing parties in an arm's length transaction. It should be noted that computation of fair value is possible only if an active market for the asset exists. Evidence of isolated offers or transactions should not be taken as an indication of the existence of an open market.

Replacement Cost: - The amount that would cost currently to replace an asset.

Estimated Cost : - For those items for which neither the historical cost is available nor can a fair market price be determined and the replacement cost for all practicable purposes can not be ascertained, a notional value of rupee one has been taken for the asset itself.

Capital Assets: - Capital Assets are broadly classified into Land, Buildings, Equipments, Infrastructure Assets, Plant and Machinery, Furniture and Fixtures and Capital W. I. P. Capital Assets are reported at Historical Cost. The cost of capital assets includes capitalized interest and ancillary charges to place the assets in its intended location and condition for use. In case historical cost is not ascertainable, the rates as mentioned in the SOR(Schedule of Rates) for the year in which the asset is constructed/acquired has been used. However, assets with no commercial usage have been valued at Rs. One.

The assets purchased / constructed from Special Grants or Funds are valued at the cost incurred from Grant Fund towards such assets. Where the grant relates to an asset, the gross value of fixed assets is left undisturbed; the grant is credited to capital reserve. Accounting Policies followed for the valuation of various categories of capital assets are provided below:-

Land

AMC acquires land in a variety of ways such as

- By way of purchase from the landowner, including in a scheme of compulsory acquisition formulated by the government.
- Land gifted to AMC by institutions or individuals, whether with or without any conditions as to their use. This includes open spaces gifted by promoters of colonies, etc.
- Land provided to AMC free of cost, whether with or without any conditions as to their use.

Besides the above, some land may also be vested in AMC in respect of which it acts merely as trustee and has no ownership rights.

The accounting treatment of land acquired through the above modes is as follows:-

Land acquired through purchase: -

Such land is recorded at the aggregate of the purchase price paid / payable and other costs incidental to acquisition such as registration charges. In case of land acquired under a scheme of compulsory acquisition, many a time there is a dispute between the rate of compensation between the AMC and the previous owners whose land has been acquired. In such a case, in determining the cost of land, an appropriate allowance is made for the additional compensation that becomes payable, if the following condition is satisfied. The payment of additional compensation is probable, and the amount so payable can be reasonably estimated.

Land Acquired Free of Cost : -

In many cases, the government provides land free of cost. In some cases individuals or institutions also provide land for specific purposes like construction of schools etc as endowments. Promoters of colonies may also provide for construction of parks and similar common facilities. The cost of such land to the AMC is nil. Such land has been accounted for a nominal value. (e.g. rupee one) . However , to maintain proper control , such land must be recorded in the fixed assets register . Any incidental costs of acquisition such as registration charges are added to cost. If the same asset is put for commercial utilization in the future, the asset will be valued at fair market value.

Vested Government Land : -

Such land is neither owned by AMC nor do the economic benefits from the use of such land otherwise flow to the AMC. The ownership remains with the government and AMC merely acts as a trustee in respect of such land. As neither the ownership nor the economic benefits arising from such land vest with the AMC, it is not considered an asset of the AMC.

Land Improvements : -

Cost of any improvements to land such as filling cost, fencing cost, etc. is capitalized as part of the cost of land. In case any super structure has been built on land the cost of such superstructure is capitalized separately under the head "Buildings."

Land under Encroachment : -

Where there is an encroachment on land belonging to an urban local body, a provision equal to virtually the entire carrying amount of the land should be made (leaving only a nominal amount to facilitate control), except where it can be clearly demonstrated that there is a strong possibility of getting the land evacuated. This is in view of the fact that due to the complex, protracted legal process and other constraints, it is generally not possible to have the land evacuated. It would also be useful to include in the financial statements a description of land under encroachment and, wherever possible, the market value thereof.

In case the land is subsequently got evacuated, the provision made in respect of encroachment should be reversed.

Buildings

The cost of building is taken as the aggregate of the purchase price and incidental costs such as registration charges. In the case of self-constructed buildings, the cost is taken at the rates provided by the estate department based on the age of the building.

Plant and Machinery

The cost of plant and machinery includes, besides purchase price, such costs as site preparation costs, installation costs and professional fees.

Streetlights

All street light, poles and fittings that belong to AMC are recorded as fixed assets of AMC. The assets are valued at the rates mentioned in the SOR(Schedule of Rate) for the year of acquisition.

Other Fixed Assets

The cost of other fixed assets such as vehicles, furniture and fittings, office equipment etc. would comprise the purchase price and incidental costs such as freights, installations charges etc.

Composite Fixed Assets

In some cases, a single asset may comprise several components of different nature. For example, a part may comprise, apart from land, buildings, pumping station machinery, swings etc. Where each of these assets has been purchased/constructed separately, the attributable cost (i.e. purchase price and incidental costs or the cost of construction as the case may be) of each asset is capitalised under the respective account head in the chart of accounts. On the other hand, where the composite asset has been purchase or constructed for a consolidated amount, such amount is apportioned among the various components of the assets on a reasonable basis, e.g., in proportion to their respective market prices on the date of the acquisition.

Non-Cash Consideration

In some cases a fixed asset may be compulsorily acquired from a taxpayer for non-payment of taxes or duties. In such cases, the unpaid amount as appearing in the books constitutes the consideration for the acquisition and the asset acquired should accordingly be recorded at such amount.

Revaluation

Where land is acquired by AMC free of cost or at concessional rates, and when such land is intended to be disposed off / sold off by AMC for commercial purposes, such land is required to be revalued by AMC subsequent to its acquisition. The revaluation should be based on market value of similar land (similar with regards to its condition / location) should be considered in revaluation. If such similar land is not available for comparison, appropriate allowances to be made for differences in location and condition. A subjective judgments on revaluation would exist until the promulgation of objective norm on revaluation of land of urban local bodies by state governments.

Work in Progress

Expenditure on Capital Assets which are in the process of Construction or completion are booked under the head 'Capital Work-in-Progress' (CWIP). CWIP is taken for all schemes **not** completed as on Balance Sheet date. CWIP is valued at amount of money spent & paid plus amount of bills passed but not paid.

Infrastructure Assets

The initial capitalization amount of infrastructure assets is based on historical cost. In determining the actual historical cost of general infrastructure assets is not practical because of inadequate records, the estimated historical cost for major general infrastructure assets has been calculated.

The estimate of historical cost of general infrastructure asset has been achieved by taking the rates provided in the SOR(Schedule of Rates) of the year of construction of the asset.

Depreciation

Depreciation has been charged under Straight Line Method on the rates ascertained on the basis of the life of the asset.

Straight Line Method of Depreciation (SLM) has been considered which is in line with international best practices for municipal governments.

Under this method, the rates of depreciation have been applied at a fixed percentage on the original cost of the Assets at the end of the year.

The rates of depreciation on various kinds of assets are provided as below:

Group	Assets	Life	Rate of Dep.
Land	Land	Nil	Nil
	Park	Nil	Nil
Buildings	Office Buildings	60 Yrs.	1.65%
	School	60 Yrs	1.65%
	Leasehold Shops Markets	60 Yrs	1.65%
	Underground Car Parking	60 Yrs	1.65%
	Community Centre	60 Yrs	1.65%
	Hospitals/Maternity Homes	60 Yrs	1.65%
	Slaughter House	60 Yrs	1.65%
	Town Hall	60 Yrs	1.65%
	Staff Quarter	60 Yrs	1.65%
	Overhead Water Tanks	60 Yrs	1.65%
Equipment	Plant & Machinery		
	Computer & Other	5 Yrs	20%
	Pipelines	60 Yrs	1.65%
	Office Equipment's	15 Yrs	6.67%
	Hospital Equipment	15 Yrs	6.67%
	School Equipments	15 Yrs	6.67%
Vehicles	Light Vehicles	10 Yrs	10%
	Heavy Vehicles	10 Yrs	10%
	Earth Moving Vehicles	10 Yrs	10%
	Other Vehicles	10 Yrs	10%
Furniture	Steel/Wooden Racks	10 Yrs	10%
	Furniture	10 Yrs	10%
Group	Assets	Life	Rate of Dep.
	Hospitals Furniture		
	Electrical Installations		
	Air Conditioners	15 Yrs	7.00%
	Fountains	15 Yrs	7.00%
	Refrigerator	15 Yrs	7.00%
	Electrical Fittings	15 Yrs	7.00%
	Water Cooler	15 Yrs	7.00%
	Electrical Fittings	15 Yrs	7.00%
	Geysers	15 Yrs	7.00%
	Electric Cable	15 Yrs	7.00%
Infrastructure			
	Bridges/Flyovers	45 Yrs	2.2%
	Street Lights	50 Yrs	2%
	Fountains	60 Yrs	1.65%
	FOBs, RUBs, Subways	60 Yrs	1.65%
	Culverts, Drains, LavBlocks	60 Yrs	1.65%
	Urinal Sewerage System And Street Lights	60 Yrs	1.65%
	Roads		
	Asphaltic Road	20 Yrs	5.00%
	Brick Paved Roads	20 Yrs	5.00%
	Foot Path	20 Yrs	5.00%
	Cement	10 Yrs	10%
Capital WIP	Capital WIP	Nil	Nil

The Assets that are purchased or acquired in a year, full year's depreciation has been provided.

Depreciation charge on Infrastructure Assets

Depreciation on infrastructure assets has been provided for the year.. In case of roads, amount spent by AMC to maintain them in a condition for them to deliver a level of service for which the road has been originally built, has been capitalized. On this capitalised figure, depreciation has been charged. The maintenance expenditure unless incurred for increasing the service levels is charged to expenditure. For the remaining infrastructure assets actual cost or reasonable historical cost have been ascertained and deprecation has been provided from the year of construction and taken to the accumulated depreciation account of the concerned asset.

Grants

The amount is recognized based on the amount due under respective schemes, once all eligibility requirements are met and donor has expressed his intention to provide the grants. In the absence of evidence of these determining criteria, grants are recognized on cash basis.

Inventories

- i) Inventories are valued at cost based on information provided.
- ii) Inventories of work in progress are valued at cost incurred till the date of Balance Sheet.
- iii) Inventories of Central Medical Stores are valued at Weighted Average Cost based on information provided.
- iii) Inventories of residential properties (Business type activity) are valued at actual cost based on the information provided.

Long Term Liability

The long-term liability is accounted for on the basis of actual receipt of funds.

Employees Benefit Liabilities

It includes CPF payable, GPF payable, GIS payable, Pension fund and Gratuity. All liabilities except Gratuity is accounted for based on actual deductions made from salary payments to employees. The Gratuity is valued based on actuarial valuation from an independent valuer, till such time it is being accounted for on cash basis.

Revenue Receivables

Property Taxes and Water Sewerage Tax are levied by the AMC at the beginning of the fiscal year. Bills are raised by the property tax departments on owners of premises, and these are generally due within the year. As per the recommendations in the National Accounts Manual provisioning norms are as follows:

Outstanding for more than 2 years but not exceeding 3 years : 25%
Outstanding for more than 3 years but not exceeding 4 years : 50%
Outstanding for more than 4 years but not exceeding 5 years : 75%
Outstanding for more than 5 years : 100%

Ahmedabad Municipal Corporation F.Y. 2019-20

Management's Discussion and Analysis

The purpose of Management's Discussion and Analysis is to introduce to the citizens of Ahmedabad to the information contained in the enclosed Comprehensive Annual Financial Reports and provide an objective, easily readable, and detailed analysis of Ahmedabad Municipal Corporation's (AMC) financial activities based on known facts, decisions and conditions.

The Financial Reports for 2019-20 of the Ahmedabad Municipal Corporation represent the fourteenth year for which the Annual Financial Statements of Ahmedabad Municipal Corporation is being published on the basis of a fund based Accrual accounting system. The Balance Sheet up to 31.03.2019 has already been put on the website.

The financial statements consist of the following major components:

- Management's Discussion and Analysis
- Combined Financial Statements for all Fund Types
- Fund Financial Statements
- Notes to Financial Statements
- Significant Accounting Policies
- Disclaimer

Combined Financial Statements for all Fund Types

The Combined Financial Statements for all Fund Types serve the purpose of providing users of these statements with a broad understanding of the AMC's financial position in a manner that is easily understandable by citizens.

Fund Financial Statements

A Fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific objectives/activities.

In the current year and in continuation of past practice, the statements of Municipal Corporation of Ahmedabad have been prepared in terms of four different funds – the General Municipal Fund, the Capital Projects Fund, the Special Revenue Fund, and the Trust and Agency Fund.

Analysis of the Combined Financial Statements for all Fund Types

In the financial statements, all activities of the city government are considered as government's activities. Technically, one should consider business type activities of the government separately, as prescribed in the Accounting Standards under which these statements are prepared. However this change has been made in order to give a clearer picture of the overall AMC activities, considering that pure commercial activities of AMC are minimal, and these cannot, considering their nature, be taken in isolation.

Over the last two years, the Net position of AMC changed as follows:

	2019-20	2018-19
Absolute Value of Net Assets (Total Assets-Total Liabilities)	2,26,95,57,57,574	2,07,01,39,56,827
Land Revaluation Reserve	33,66,52,40,106	Nil
Total	2,60,62,09,97,680	2,07,01,39,56,827
Increase/Decrease	51,74,87,46,739	11,93,87,94,643
Yr on Yr change (Without land revaluation)	9.63%	6.12%
Yr on Yr change (With land revaluation)	25.90%	6.12%

The Principal elements of these changes and major events/projects/ activities carried by AMC are discussed in following paras.

Revenue Receipts:

AMC Activities	For the year 2019-20	For the year 2018-19
Revenues		
Tax Revenues (Rent, Rates and Taxes)	14,85,41,92,524	12,96,37,26,487
Municipal Taxes	14,85,41,92,524	12,96,37,26,487
Non Tax Revenues including Grants	29,09,39,71,702	29,72,14,29,893
Revenue Grants	17,07,85,00,494	18,24,37,06,222

Grant in lieu of Octroi	11,32,94,70,262	11,32,94,59,566
Other Grants like education, health etc.	5,74,90,30,232	6,91,42,46,656
Other(including Interest, Fees &Fines, Excess provision written back etc)	12,01,54,71,208	11,47,77,23,671
Total Revenues	43,94,81,64,227	42,68,51,56,380
Increase/Decrease	1,26,30,07,847	3,25,30,62,616
Yr on yr change of Total Revenues	2.96%	8.25%
Tax Revenue to total Revenues	33.80%	30.37%
Grants to total revenue	38.86%	42.74%
Grant in lieu of Octroi to Total Grants	66.34%	62.10%
Grant in lieu of Octroi to total Revenues	25.78%	26.54%
Internal Source to total revenues	27.34%	26.89%

From the above table, the total revenue has increased by 2.96 % in 2019-20 compared to 8.25% growth in year 2018-19. The main reason for such small increase is the fact that though the tax revenue increased by Rs.189.05 crores, the revenue grants decreased by Rs.116.52 crores which almost evened out the increase in tax revenue. The revenue from grant in lieu of octroi has almost remained the same while other grants revenue decreased by Rs. 116.52 crores..The other income has also increased marginally by Rs.9.54 crores. As a result of this, the share of own revenue (Tax plus other income) increased to 61.14% of total revenue compared to 57.26% in previous year. This is a healthy sign reflecting less reliance on grants and strengthening own revenue stream.

Tax revenue in absolute terms has shown a increase of over Rs.189.05 crores compared to previous year. Share of tax revenue to total income has increased to 33.80 % compared to 30.37% reflecting a increase of 3.43% which is good. The property tax

collection increased by Rs.193.46 crores which is very good. ***The collection would have been much higher but for the fact that last 10 days were under complete lockdown due to COVID-19. In last days of the year AMC collects around Rs.70-80 crores in property tax which could not be realized this year due to lockdown.*** It is on account of better compliance and recovery mechanism even though AMC has not raised rates of taxes during the year. The collection ratio against the demand raised has improved during the year. It is 70.93% compared to 60.93% in previous year. This reflects better collection efforts made by the officials. The corporation will strive to raise the ratio further in coming years. There is also increase in rent income from free hold land and halls by Rs.20.36 crores which represent increased efficiency. Vehicle Tax income has decreased by Rs.7.54 crores compared to previous year. There is also decrease in fire tax and Advertisement income from own and private property. The corporation will put efforts to regain such decrease in income in coming years. Contribution from professional tax is increasing over the years. ***The amount of professional tax collected was Rs.180.02 crores compared to Rs.174.34 crores in previous year. This could be a major source of income if implemented and monitored properly. There are many self employed persons who are not yet paying this tax may be because of lack of awareness amongst them. It is advisable to do a survey of all the commercial establishments to identify commercial entities and then bills can be raised on these entities like property tax bills in lieu of the present system wherein the professional tax is based on payments made by the commercial entities. This will help in increasing the revenue from this source substantially.*** Share of grants to total revenue has decreased from 42.74% to 39.60%. This indicate that corporation is able to raise sources on its own which is a good sign and it will strive to maintain or increase this trend in coming years. There is good support from Govt. also particularly grant in lieu of octroi which is around Rs.1132.94 crores. This has remained at almost the same level compared to previous year. The share of grant in lieu of octroi to total revenue at 26.04% has decreased marginally by 0.50% compared to previous year. The grant in lieu of octroi, though, is dependent upon state govt. and may remain at this level. It means that corporation will have to put many efforts to increase its income from internal sources of tax revenue and other income. The share of internal sources out of total revenue has marginally decreased from 26.89% to 26.60%. AMC should try to increase this income in coming year. Other income is mainly due to extra FSI fess and Betterment charges. The corporation is also earning interest from its investments in FDR (Rs.60.25 crores) which reflects better working capital management.

The corporation has received following major capital receipts during the year to part finance its capex programme.

Capital Receipts:

Capital Fund Source	2019-20	2018-19
Municipal Bond	Nil	2,00,00,00,000
CM Suvarna Jayanti Saheri Vikas	6,56,70,71,000	6,61,91,75,000
Sabarmati JalSuddhikaran grant from CG	1,46,89,00,000	Nil
CM EWS and LIG Project	Nil	29,36,50,336

Members' contribution		
Pradhan Mantri Aavas Yojna	32,99,40,000	2,47,98,26,156
14 th Pay Commission Grant	2,11,13,41,019	1,31,57,71,150
Amrut Yojna	2,37,26,35,773	74,18,29,692
Total	12,849,887,792	15,63,64,28,164

During the year 2018-19 AMC had successfully issued Municipal Bonds of Rs.200 crores. the coupon rate of the bond was 7.73%.. AMC has achieved high credit rating which was **AA+**. AMC will strive to improve its credit rating further for future fund raising exercise. **One of the areas could be increase in net worth by transfer of land of 13 nagarpalikas and 30 gram panchayats to AMC which were merged with AMC in 2006 and 3 more nagarpalikas in the year 2017-18. This requires GR from State Govt and AMC should approach the Govt. for this.** This measure and revaluation of existing land as per jantri value of 2011 will substantially increase the net owned funds of AMC. The revaluation of existing land has already been carried out and is reflected in the enhanced net worth. The details are discussed in the para pertaining to fixed assets.

The municipal bond are covered Atal Mission Rejuvenation and Urban Transformation (AMRUT) issued vide notification no K-16012/02/2018-AMRUT – 11B, issued by Ministry of Housing and Urban Affairs, Government of India. Under this notification, incentive of Rs. 13.00 crores for every Rs. 100 Crore of bond issued will be given by Government of India for Urban Local Body. The income from bond issue was already accounted for in the income of last year. If further bond issues are floated, then such incentives will also be available which will result in reduction in cost of such bonds.

As a result of surplus of revenue receipts over revenue expenses and capital funds received by the corporation, the net fund of the city (Total Assets less Total Liabilities) increased by Rs.5174.87 crores during the fiscal year ended 31st March, 2020. The principal element of the change is the increase in value of land as per the revaluation exercise carried out by the Corporation, capital grants received as mentioned above and internal cash accruals earned during the year amounting to Rs.678.30 crores.

The net change is:

Opening fund Balance (as on 1st April 2019) : Rs.2, 07,01,39,56,827

Closing Fund Balance (as on 31st March 2020) :Rs. 2, 60,62,09,97,680

The net change in Fixed Assets is

Particulars	Year 2019-20	Year 2018-19
Gross Block Incl. CWIP	1,65,63,42,58,344	1,49,78,18,41,533

Additions Incl CWIP	53,83,75,81,430	15,85,24,16,811
Total Gross Block	2,19,47,18,39,774	165634258344
Cumulative Depreciation	21,97,71,50,066	20,48,57,34,038
Net Block(Including Capital WIP)	1,97,49,46,89,708	1,45,14,85,24,306
Increase/Decrease	52,34,61,65,402	14,41,82,02,760

The addition to fixed assets includes Rs.3363.52 crores on account of revaluation of land. A detailed exercise was carried out by consultants to arrive at the valuation of land as per the latest available jantri rates of 2011 issued by Govt.of Gujarat. The report contains the methodology, underlying assumptions etc considered while carrying out the exercise. The report also mentions land value of Rs.1768.54 crores not considered in the above valuation as there were some litigations, dispute over possession, partial possession etc. Once these issues are resolved , this amount can also be added to the value of the land. There are issues raised regarding certain plots for which the explanation is pending from AMC. Once these explanations are received, the value of those plots will be incorporated in the valuation

CWIP

As per the present policy of the AMC, an capital project cannot be capitalized till final bill is raised by the agency and approved by AMC. In most of the cases final bills are never raised and hence these projects continued to be reflected as CWIP(Capital Work in Progress). As a result of this assets are not considered put to use and not capitalized in the relevant category and no depreciation is also charged to profit and loss on account of this.

To overcome this, it is suggested that assets/ projects where minimum bill raised is 90% of the value, the same will be capitalized and reflected in relevant category and appropriate depreciation will be charged. It has been decided to carry out a exercise to analyse the CWIP of last 10 years or so and to capitalize the same base on the revised criteria. This is a very lengthy exercise and AMC has already appointed a consultant to the needful work and expects the same to be over before end of current financial year.

In addition to creation of fixed assets, AMC has also invested huge amount in the two prestigious projects implemented under special purpose vehicles viz. Sabarmati River Front Ltd which is executing the nationally famous Sabarmati River Front, Ahmedabad Janmarg Ltd which is operating the BRTS corridor. The corporation also grants huge amount to AMTS which runs the city bus transport service at a concessional rate so as to provide cheap transport facility to poor citizens of the city. It also provides for deficit funding to AJL to meet its cash flow shortage. The summarized position of amount given for these three entities is given below:

Particulars	Year 2019-20	Year 2018-19
Sabarmati River Front Development Corporation Ltd Loan	16,31,90,52,754	15,511,455,047

Ahmedabad Jan Marg Ltd.Loan (BRTS Project)	13,30,37,67,826	12,72,66,17,924
AMTS	30,82,06,72,773	27,692,759,603
Loan to V.S.Hospital	3,12,73,01,889	3,127,301,889
Total	63,57,07,95,242	59,058,134,463
Increase / Decrease	4,51,26,60,779	4,59,25,82,907

*This amount is in addition to Rs42.00 crores invested by AMC in the equity and Preference shares of the SPV.

The Corporation has fully repaid loan of Rs.91.66 crs from GSFS and Rs.61.19 crs from HUDCO during the year. In addition to this GoG had provided a long term of loan of Rs.80.10 crores. The corporation has also received an amount of Rs.143.04 crores from Medical Education Trust which as of now is considered as unsecured loans pending instruction from concerned authority. Including MET amount, the total borrowing of the Corporation is only Rs.223.14 crores which is very negligible and reflects the sound financial health of the Corporation. **AMC is practically a debt free organization now.**

The figures for Expenditure for the past two years are as follows:

Governmental Activities	For the year 2019-20	For the year 2018-19
Expenditures		
Salary and Wages	14,532,310,670	14,222,187,348
Administrative Expenses	1,135,825,198	1,161,143,376
Electricity and Lighting Expenses	2,268,208,051	2,202,412,685
Repairs and Maintenance	6,343,478,879	5,461,387,231
Interest and Bank Charges	268,952,496	610,605,050
Grant and programme expense	7,940,917,748	8,098,850,031
Provision for Property Taxes	2,441,144,598	2,247,399,634
Other Expense	945,578,850	706,710,277
Total of expenditure	35,876,416,490	34,710,695,632
Surplus before Depreciation	8,07,17,47,737	7,974,460,748
Depreciation	1,491,416,029	1,441,791,388
Excess/(Deficiency) for the year	6,58,03,31,708	6,532,669,360

Cash Accruals (Surplus of the year plus Depreciation and Provision for property taxes)	10,51,28,92,335	10,221,860,382
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The cash accruals during the year have increased by 2.85 % compared to previous year. The total income has increased by 2.96% while expenses increased by 3.36%. Salaries have gone up by Rs.31.01 crores. Repairs and maintenance expenses have increased substantially by Rs.88.21 crores . This is on account of increase in fixed assets and are normal repairs and maintenance. Stores and consumables have also increased by Rs.21.74 crores. Interest expenses reduced substantially by 55.95% compared to previous year. This has happened as the loans from HUDCO and GSFS were fully repaid which reflects prudent financial management. The provision for property tax has remained around same level at Rs.244.11 crores compared to Rs. 224.73 crores in previous year. Grant and programme expenses are decreased by Rs.15.79 crores. The corporation has spent Rs.794.09 crores on grants for economically weaker section of the society during the year compared to Rs.809.88 crores in the previous year reflecting an decrease of Rs.6.58 crores. This expense comes to 21.62 % of the total expenditure and is more than the statutory requirement of spending under this head. It reflects the welfare driven approach of the corporation towards the weaker section of the society. Other expenses have remained at almost same level. A need to keep the expenses under control is imperative to improve profitability and the corporation will take steps to achieve this. The electricity expenses form a substantial part of the cost. To reduce this cost, AMC needs to make continued efforts to adopt energy saving LED lights and more and more steps would be taken to switch over to LED lights in coming years. As a result of increased there is only minor increase in electricity expense during the year by Rs.6.58 crores. This justifies the switch over to LED lights. In addition to this AMC has also invested in renewable energy which not only reduces carbon footprint but also saves in energy cost. Till F.Y.2019-20, AMC has commissioned Wind Mills of 12.6 MW capacity till 2019-20. This has resulted into generation of 3,41,44,259 units resulting in savings of Rs.23.36 crores. in the year. The cumulative savings till 31.03.2020 is Rs.39.24 crores approx. The reduction in carbon footprint for the year 2019-20 is 31413 tonnes and cumulative reduction till 31.03.2020 is 53034 tonnes. This is AMC's contribution in the country's target to reduce its carbon footprint. AMC has mapped all STPs, Water Pumping Stations, Hospitals and Head Office against the power generation from wind mills. The units generated by wind mills are deducted from the units consumes at these places and payment is to be made for balance units only. New wind mills of 8.4 MW capacities will also be commissioned by F.Y.2021-22. Similarly, AMC has commissioned till 31.3.20, Solar Panels of 600 KW capacity, generation of 253520 units and cost saving of Rs.0.16 crores. The cumulative generation till 31.03.2020 is 560984 units and cumulative cost savings are Rs.0.36 lacs. The reduction in carbon footprint till 31.03.2020 is 516 tonnes..

Outsourcing of Civic Centers:

AMC is operating 64 civic service centre across the city to provide civic services to citizens. It had employed 330 outsourced employees to manage these centres. Over and above this, the regular staff of around 75-100 persons were needed to supervise these centres and the employees. During the year, the corporation entered into a tripartite agreement with ICICI Bank, Aaron Industries Ltd and itself under which entire expenses of running the civic centre will be borne by ICICI Bank and cash management will be

provided by Aaron Ind Ltd. This has resulted into saving of Rs.6.50 crores p.a. on account of discontinuance of outsourced employees. Also the regular staff became free and was placed at other activities / area of AMC. The service efficiency also improved on account of this.

Going Digital:

AMC had made arrangement with ICICI Bank, Kotak Bank, HDFC Bank and IndusInd bank under which a citizen can visit any branch of these banks and can make payment of property tax etc payable to AMC. This is a very citizen friendly arrangement made by AMC. This also increased the digital footprint. AMC is also making payments to most of its suppliers by ECS. These initiatives are amongst the few such initiatives in the country.

Liquidity position of AMC:

Due to its efficient working capital management, the corporation has liquid assets comprising of bank balance (excluding unreconciled balance), cash on hand and FDRs held with bank is Rs.495.25 crores. The corporation invests the PF contribution of employer and employee in Treasury of Govt. of Gujarat. This was to be used for making the payment towards retirement benefits to the retiring employees. However, the corporation has not used the money towards this and the liabilities of employees retiring during the year were met from the accruals of the Corporation. The funds invested, thus, add to the financial strength of the Corporation. This reflects the healthy liquidity position of AMC. The amount of such investment on 31.03.2020 was Rs.764.52 crores

Fund Management and Budget Allocation:

AMC executes its operations as per the budget approved by the Standing Committee. Capital projects as envisaged in the budgets are further analysed and tenders are floated for the selected projects. Once a project is finalized and cost fixed, a new code is generated for the same in the accounting system and the cost is entered against the new code. The payment towards bill raised by the agency is automatically cleared till it reaches 90% of the allocated cost. Any over run is first approved and then necessary corrections are made in the accounting system. This ensures timely execution of the work as the agency gets timely payment (within 15 days) for the work done. The payments are made through ECS which is a very efficient and transparent system.

Metro Rail Project:

The metro rail project for the city is executed by a SPV named Metro Link Express for Gandhinagar & Ahmedabad (MEGA) was incorporated by the state Govt. AMC as a beneficiary is extending full support to the project in terms of making available the land, providing infrastructure support etc. The SPV MEGA has paid an amount of Rs.15.12 crores in 19-20 towards Rent of Land including GST and a cumulative payment of Rs.174.88 crores till 31.03.2020 as advance against the sale of land provided by AMC for the project.

Smart City Project

AMC is also implementing different projects under smart city project initiated by the Govt. of India. It has received an amount of Rs.326.22 crores during the year towards this.

World Heritage City Project:

It is indeed a matter of pride that Ahmedabad city has been designated as UNESCO WORLD HERITAGE CITY, first such city in India. To sustain heritage legacy, AMC has sponsored a TRUST wherein apart of ex officio trustees (MC, Standing Committee Chairman, DMC(Heritage), Heritage conservative committee chairman etc) , other prominent persons are appointed as trustees. Till 31.3.20 it has given a non interest bears, non refundable amount of Rs.4.48 Crores to fulfill the gap funding requirement of the Trust to carry out this important activity.

Major Steps in Financial and Accounting Reforms in the AMC

Currently, accounting system in AMC is based on accounting data supplied by the various Zones which is then consolidated at the Headoffice. AMC has started preparing its Balance Sheet on Fund Based Accrual Accounting System from the data of receipts and payments generated by the Finance and Accounts Dept. However the generation of such balance sheet from system is not yet implemented in Finance & Accounts Department because of regulatory and technical issues.

AMC has implemented a Bill processing system wherein the bills raised are processed in a computerized environment capturing the data for accrual accounting system. The information contained in this format enables the Accounts Department to capture information of capital and revenue expenditure, fixed assets, capital work in process, current assets and liabilities. The system works on simple and robust software. Appropriate measures for data security are in place for verification and validation of data and will be strengthened further.

AMC is also working continuously to reconcile the unreconciled portion of bank balance. Due to its sustained efforts the unreconciled amount is Rs.59 crores compared to Rs.107 crores. The amount in 2018 was Rs.153 crores. So in two years it has been able to reduce this amount by Rs.94 crores which is a commendable achievement. This is expected to come down substantially in ensuing year due to sustained efforts of the Finance Department. It has already made systems wherein this problem does not recur in future at such high level. It has introduced online challan system which helps in mitigating this problem. The reconciliation work is very difficult to carry out as past details (when the data was not computerized) are very difficult to obtain. **If all efforts fail, it will be proposed to write off the past difference against net worth subject to approval of regulatory authorities.**

AMC also has a robust system of budgeting wherein every project is first budgeted based on committed funds available and payments are strictly monitored vis-à-vis budgeted amounts. Payments are automatically stopped once the budgeted figures are incurred. To strengthen the overall system, AMC has hired Tata Consultancy Services (TCS) for system integration work by developing new ERP system for the corporation in

the year 2013-14. The project is already implemented in major areas. Once fully implemented, this will go a long way in digitization of all the processes of the corporation with increased efficiency and better services to the citizens of the city.

Inventory Management assumes critical importance and needs the attention of the corporation. The proposed ERP will address the issue of effective inventory management...

AMC has a robust computerized system of collecting property taxes which gets updated on real time basis. The simplification and standardization of formula for calculating the property tax has greatly reduced the instances of disputes arising out of the same. The corporation also announces collection drive for collection of arrears of earlier years and generally receives good response from the public. It also announces a rebate on advance payment of tax which generates very good response. The average collection of property tax against bills raised during the year is in the range of 60-70%. The corporation is striving to increase this number resulting into more property tax collection. It is also devising ways and means to recover the past arrears with the twin strategy of reward and punitive measures. The drive for collecting past arrears have been fruitful for AMC.

The Central Government had commissioned Jawaharlal Nehru National Renewal Mission (JnNURM) for improving the urban infrastructure in major cities of the country. Projects approved by JnNURM are eligible for 35% grant from Central Government and 15% grant from State Government balance to be funded by the concerned corporation. AMC has high number of projects approved by JnNURM .The Corporation has received funds amounting to Rs.4.46 crores during the year for these projects. These projects will greatly help in increasing the urban infrastructure of the city.

The corporation has also received a grant of Rs.656.70 crores as Suvarn Jayanti Saheri Vikas Grant for development of the city. This will greatly enable to increase the infrastructure of the company.

The corporation has also received funds under PM AWAS YOJNA amounting to Rs.32.99 crores. This will be used to provide low cost housing to poor citizens of the city. It has received Rs.237.26 Crores towards AMRUT YOJNA . This money is spent on various capital projects for better development of the city.

AMC proposes to further strengthen its financial management and procedures to further increase the efficiency.

Disclaimers by Consultants:

1. All the financial figures and comments in specific or general terms made in relation to the same or the accounting process in general in the AMC are based on documents, information and explanations provided by AMC officers and staff during the course of engagement of team of M/s.Dharmendra & Khajanchi (Consulting Team) with the AMC, and the correctness, origin comprehensiveness or veracity of comments or explanations in so far as they relate to existing practices is not the responsibility of the Consulting team. It is emphasized that the total figures and process of compilation in the AMC, based on which the present document has been devised, must be made the subject of independent audit.

2. Although the Consulting team has made every effort to obtain information comprehensively for every department of the AMC and has also widely circulated the team's requirements in this regard, it is possible that some relevant information or documentation has not become available to the team. It is therefore specifically stated that this document is based upon and restricted to the set of documents, information, comments and explanations provided by AMC officers and staff and therefore any such documents, information, comments and explanations not provided to the Consulting team is excluded and the team has no responsibility whatsoever in regard to the possible present or future effects of such documents, comments, information and explanations on present document.

3. The Consulting team is not responsible for any legal or other liability that may arise in any way at any point of time from this documents or any interpretation whatsoever that may be put on the whole or part of it. Likewise, the Consulting team is not responsible for any legal consequences arising out of non-compliance by the AMC of any of its statutory or other Governmental obligations that may become apparent now or any time in the future, in whatsoever manner and in whatsoever ways.

Disclaimers by Corporation:

This Balance Sheet has been prepared by M/s. Dharmendra & Khajanchi, Chartered Accountants, the appointed consultants. The figure shown therein does not amount to any confirmation either from the Consultants or from the Corporation and is subject to approval of competent authority and audit.

AHMEDABAD MUNICIPAL CORPORATION
COMPREHENSIVE ANNUAL FINANCIAL STATEMENT
COMBINED BALANCE - SHEET OF ALL FUND TYPES
AS AT 31ST MARCH 2020

(Rupees)

Particulars	General Fund	Capital Projects & Development Funds	Special Revenue Fund	Trust & Agency Funds	Grand Total
	AMC	AMC	AMC	AMC	
Liabilities And Fund Balances					
Fund Balance					
Fund	132,484,172,154	85,265,117,213	(1,265,251,436)	10,471,719,642	226,955,757,574
Land Revaluation Reserve	33,665,240,106				33,665,240,106
Accounts Payable					
Members Contribution	-	7,998,537,487	-	-	7,998,537,487
Government Subsidy for Interest	-				-
Advance For Sales of Land to Metro Rail Project	1,748,799,920	-	-	-	1,748,799,920
Smart City	3,262,200,000	-	-	-	3,262,200,000
Effluent Collection	336,300,000	-	-	-	336,300,000
Tax Payable	565,618,352	-	-	-	565,618,352
Advance Rent Received	7,731,350				7,731,350
Deposit Other / Security	6,708,012,736	-	-	116,457	6,708,129,192
Accrued Liabilities					
Employees Benefit Payable	-	-	-	-	-
Expenses Payable	218,848,246	-	-	-	218,848,246
Salary & Wages Payable & Other Statutory Liabilities	5,283,822,356	-	-	-	5,283,822,356
Other					-
Loan Liability					
Secured Loan	-	2,000,000,000	-	-	2,000,000,000
Unsecured Loan	2,231,472,000	-	-	-	2,231,472,000
Interest payable on Unsecured Loan	2,291,140,204	-	-	-	2,291,140,204
Due To General Fund	-	4,726,378,506	1,416,655,257	2,061,010,649	-
TOTAL LIABILITIES	188,803,357,423	99,990,033,206	151,403,821	12,532,846,748	293,273,596,786
ASSETS					
Current Assets					
Cash & Bank Balances & Cheques On Hand	2,244,085,155	475,988	-	293,118,033	2,537,679,176
Investments , including accrued interest	11,335,994,042		-	-	11,335,994,042
Inventories	296,017,381	-	-	-	296,017,381
Account Receivable (Net Of Provision)	9,514,920,738	-	-	-	9,514,920,738
Deposits With Other	26,583,139	-	-	-	26,583,139
Advance	4,434,002,682	-	98,690,509	-	4,532,693,191
Loan To AMTS & Others	66,344,940,294	-	-	-	66,344,940,294
Grant Receivable	1,135,565,567	-	-	54,513,549	1,190,079,116
Due From Other Funds	(36,668,837,385)	41,876,218,782	6,760,690	2,989,902,326	-
Fixed Assets					
Property , Plant & Equipments	130,140,085,811	58,113,338,436	45,952,622	9,195,312,840	197,494,689,708
Capital Work in Progress					
TOTAL ASSETS	188,803,357,423	99,990,033,206	151,403,821	12,532,846,748	293,273,596,786

AHMEDABAD MUNICIPAL CORPORATION
FUND NAME : GENERAL FUNDS
BALANCE - SHEET
AS AT 31st MARCH 2020

(Rupees)

Particulars	Schedule No	General Fund
LABILITIES AND FUND BALANCE		
Land Revaluation Reserve		33,665,240,106
Accounts Payable		
Advance For Land & Lights For Metro Rail Project		1,748,799,920
Smart City		3,262,200,000
Effluent Collection		336,300,000
Rent Received in Advance From Metro		7,731,350
Tax Payable	B-1	565,618,352
Deposits and Other Security	B-2	6,708,012,736
Accrued Liabilities		
Employees Benefit Payable	B-3	-
Expenses Payable	B-4	218,848,246
Salary & Wages Payable & Other Statutory Liabilities	B-5	5,283,822,356
Loan Liability		
Secured Loans	B-6 I	-
Unsecured Loans	B-6 II	2,231,472,000
Loan Of Nagarpalica	B-6 III	-
Interest Payable On Unsecured Loan		2,291,140,204
TOTAL LIABILITIES		56,319,185,269
ASSETS		
Current Assets		
Bank Balances	B-7	2,241,378,388
Cash Balance	B-8	2,706,768
Inventories	B-9	296,017,381
Accounts Receivable	B-10	9,514,920,738
Investments	B-11	11,041,443,239
Deposit With Other	B-12	26,583,139
Interest Accrued But Not Due		294,550,804
Grant Receivable		1,135,565,567
Advances	B-13	4,434,002,682
Loan To AMTS & Others	B-14	66,344,940,294
Inter Fund Balance	B-15	(36,668,837,385)
Fixed Assets		
Property , Plant & Equipments	B-16	130,140,085,811
Assets capitalised in General Fund		
TOTAL ASSETS		188,803,357,423
FUND BALANCES (ASSETS - LIABILITIES)		132,484,172,154

Schedule No : B- 16

Schedule Name : Fixed Assets

Sr.No.	Group Of Assets	Sub Classification Of Assets	Department Name	Rate	Gross Block As On 1-04-19	Addition for 2019-20	Deduction/A djustment During The Year 2019- 2020	Total Gross Block	Accumulated Depreciation up to 31.03.19	Depreciation on Opening	Depreciation on Addition	Adjustm ents	Accumulated Depreciation up to 31-03-20	Net Block as on 31- 03-2020
1	Infrastructure Assets	Bridges	Estate Department	2.22%	2066013930	0	0	2066013930	593352347	44622285		0	637974632	1428039298
2	Infrastructure Assets	Land	Estate Department	0.00%	7898587601	33668417683	0	41567005284	0	0		0	0	41567005284
3	Infrastructure Assets	Building	Estate Department	1.65%	3942209498	0	0	3942209498	1638250384	70930856		0	1709181240	2233028257
4	Infrastructure Assets	Drains	Drain Main Line	1.65%	4616221606	0	0	4616221606	2554385417	167032722		0	2721418139	1894803467
5	Plant & Machinery	Drainage Pumping Station		7.00%	523919845	0	0	523919845	487474642	3577168		0	491051810	32868035
6	Pipeline	Pipeline	Drainage	1.65%	684161927	0	0	684161927	285811004	11386825		0	297197829	386964098
7	Plant & Machinery	Sewage Treatment Plant	Drainage	1.65%	1266812532	0	0	1266812532	762367327	43986175		0	806353502	460459030
8	Infrastructure Assets	Paving	SNP	5%	4624186	0	0	4624186	3775127	169918		0	3945045	679141
9	Plant & Machinery	Bore well	Water Works	7%	134347111	0	0	134347111	133753145	47077		0	133800222	546889
10	Plant & Machinery	Tube well	Water Works	7%	577242222	0	0	577242222	576922311	35556		0	576957867	284355
11	Pipeline	Pipeline	Water Mainline	1.65%	2602807739	0	0	2602807739	694061026	43333496		0	737394522	1865413217
12	Pipeline	Pipeline	Water Works	1.65%	1888090847	0	0	1888090847	664632162	31465884		0	696098046	1191992801
13	Plant & Machinery	Water Pumping Station	Water Works	7%	1266774945	0	0	1266774945	1116170592	46202490		0	1162373082	104401863
14	Civil Work	Kotarpur, Raska & Dudheshwar		1.65%	1301111140	0	0	1301111140	379400845	21374352		0	400775197	900335943
15	Plant & Machinery	Kotarpur, Raska & Dudheshwar		7%	298393469	0	0	298393469	289975573	3855038		0	293830611	4562858
16	Infrastructure Assets	Road	PWD	5%	6658797494	0	0	6658797494	4108370147	154801133		0	4263171281	2395626214
17	Vehicle	Vehicle	Central Workshop	10%	1164386718	14413355	0	1178800073	687362799	93604598	919940	0	781887337	396912736
18	Road Roller	Road Roller	Central Workshop	10%	307109112	0	0	307109112	268682888	8377629		0	277060517	30048595
19	Office Equipment	Telephone & other office equipment	Communication	7%	48130270	0	0	48130270	38704297	1741106		0	40445403	7684867
20	Computer	Computer, Printer, & other computer related assets	Communication	20%	122115465	0	0	122115465	30205889	19529490		0	49735379	72380086
21	Furniture & Fixture	Furniture & Fixture	Communication	10%	19454654	3044545	0	22499199	3441432	1862144	175112	0	5478688	17020511
22	Computer	Computer, Printer, & other computer related assets	Computer	20%	261418655	0	0	261418655	206245971	30118375		0	236364346	25054309
23	Furniture & Fixture	Furniture & Fixture	Computer	10%	18032762	0	0	18032762	7179175	938635		0	8117810	9914952
24	Vehicle	Fire Dept. Vehicle	Fire Department	10%	214237950	3988400	0	218226350	151854618	10341264	281169	0	162477050	55749300
25	Plant & Machinery	Equipment	Fire Department	7%	559514916	94665452	0	654180368	187104832	37300995	2583726	0	226989553	427190815
26	Plant & Machinery	Plant & Machinery	Hospital	7%	261069579	558110263	0	819179842	149050046	8805669	26809234	0	184664950	634514892
27	Office Equipment	Air Conditioner etc.	Hospital	7%	31244995	7087095	0	38332090	10198136	1694996	267958	0	12161090	26171000
28	Furniture & Fixture	Furniture & Fixture	Hospital	10%	7333953	0	0	7333953	4863367	273248		0	5136615	2197338
29	Computer	Computer, Printer, & other computer related assets	Hospital	20%	611873533	67009263	0	678882796	489075758	40270650	5935250	0	535281658	143601138
30	Dustbin	Dustbin	Hospital	10%	86893301	537456	0	87430757	31582145	6382071	43986	0	38008202	49422555
31	Office Equipment	Aqua Guard, Water Cooler etc.	Library	7%	86421155	0	0	86421155	26750392	5753509		0	32503901	53917254
32	Vehicle	Vehicle	Medicde College	10%	13590408	0	0	13590408	9982762	1176000		0	11158762	2431646
33	Office Equipment	Office Equipment	Medicde College	7%	731379	0	0	731379	731368	0		0	731368	11
34	Office Equipment	Air Conditioner etc.	Medicde College	7%	20627043	0	0	20627043	7017940	1372951		0	8390891	12236152
35	Furniture & Fixture	Furniture & Fixture	Medicde College	10%	4611398	0	0	4611398	4611363	0		0	4611363	35
36	Plant & Machinery	Plant & Machinery	Medicde College	7%	485026494	0	0	485026494	76957739	32035812		0	108993551	376032943
37	Office Equipment	Office Equipment	Bhalbhavan School	7%	39090	0	0	39090	39087	0		0	39087	3
38	Office Equipment	Office Equipment	Metal Department	7%	390652	0	0	390652	382318	3646		0	385964	4688
39	Infrastructure Assets	Poles		2%	453136084	0	0	453136084	88043417	35729902		0	123773319	329362765
40	Infrastructure Assets	Traffic Signal		7%	693746148	98743221	0	792489369	262966704	45360084	574850	0	308901638	483587732
41	Infrastructure Assets	Electric Fitting & Electric Cable & Switching Poin		7%	658737478	29628663	0	688366141	288757267	33991016	2572706	0	325320989	363045152
42	Office Equipment	Office Equipment		7%	3954870	0	0	3954870	1901022	606273		0	2507295	1447575
43	Plant & Machinery	Plant & Machinery	Swimming Pool	7%	3650560	0	0	3650560	3650548	0		0	3650548	12
44	Furniture & Fixture	Furniture & Fixture	Swimming Pool	10%	204825	0	0	204825	204824	0		0	204824	1

Schedule No : B- 16

Schedule Name : Fixed Assets

Sr.No.	Group Of Assets	Sub Classification Of Assets	Department Name	Rate	Gross Block As On 1-04-19	Addition for 2019-20	Deduction/Adjustment During The Year 2019-2020	Total Gross Block	Accumulated Depreciation up to 31.03.19	Depreciation on Opening	Depreciation on Addition	Adjustments	Accumulated Depreciation up to 31-03-20	Net Block as on 31-03-2020
45	Office Equipment	Office Equipment	Tax Departement	7%	20490	0	0	20490	20489	0	0	0	20489	1
46	Plant & Machinery	Plant & Machinery	Zoo Department	7%	7790000	0	0	7790000	7789993	0	0	0	7789993	7
47	Office Equipment	Office Equipment	Zoo Department	7%	113139019	0	0	113139019	19352025	0	0	0	19352025	93786995
48	Plant & Machinery	Plant & Machinery	Vyayam	7%	1654540	0	0	1654540	1596596	57852	0	0	1654448	92
49	Office Equipment	Office Equipment	Vyayam	7%	74839	0	0	74839	74836	0	0	0	74836	3
50	Storm Water Drain	Drainage	Drainage	7%	1099001122	0	0	1099001122	995276199	35809952	0	0	1031086150	67914972
51	Dhalav				1	0	0	1	0	0	0	0	0	1
52	Bankda			7%	137133	0	0	137133	63995	4571	0	0	68566	68567
53	Hand carts			7%	23552983	0	0	23552983	5666813	1575039	0	0	7241852	16311131
54	Dead Stock			10%	3325958	0	0	3325958	3325957	0	0	0	3325957	1
55	Containers			7%	76486311	10607616	0	87093927	37069588	5232839	372261	0	42674688	44419239
56	Plant & Machinery	Others		7%	1026315930	21596108	0	1047912038	568089238	98230238	781902	0	667101378	380810660
57	Bus	Bus	Bus		2267057054	0	0	2267057054	1458170268	226705705	0	0	1684875973	582181081
58	Windmill				576402518	31745013	0	608147531	30946334	10018942	807335	0	41772611	566374920
59	Solar Plant				740000	2366594	0	3106594	163647	49333	35380	0	248360	2858234
60	Dumping Items				142809018	2549293	0	145358311	29820079	9520601	117891	0	39458571	105899739
61	Caping Project				6259502	0	0	6259502	0	0	0	0	0	6259502
62	Air Quality Monitoring Systerr				1743660	0	0	1743660	348120	12744	0	0	360864	1382796
63	Square Choktha				3733764	0	0	3733764	360823	248918	0	0	609740	3124024
64	Mobile Medical/Toilet Van				8968000	11975000	0	20943000	1348885	896800	682760	0	2928445	18014555
65	Assets of Motera Nagarpalka			0%	1	0	0	1	0	0	0	0	0	1
66	Assets of Chandkheda Nagarpalka			0%	1	0	0	1	0	0	0	0	0	1
67	Capital Work In Progress			0%	58150485474	12113254000	0	70263739474	0	0	0	0	0	70263739474
					105377496857	46739739020	0	152117235877	20485734038	1448454569	42961460	0	21977150066	130140085811

AHMEDABAD MUNICIPAL CORPORATION
FUND NAME : GENERAL FUNDS
COMBINED STATEMENT STATEMENT OF REVENUES EXPENDITURES AND
CHANGES IN FUND BALANCES
FOR THE PERIOD FROM 1-4-2019 to 31-03-2020

Particulars	Schedule No	General Fund
REVENUES		
Revenue Grants	A-1	17,078,500,494
Tax Revenues		
Rent Rates & Taxes	A-2	14,854,192,524
Non - Tax Revenues		
Fees Fines & User Charges	A-3	8,606,459,660
Interest Income	A-4	2,160,104,648
Income From Sale	A-5	103,827,832
Misc. / other income	A-6	1,145,079,068
TOTAL REVENUES		43,948,164,226.83
EXPENDITURE		
Administrative and General Expenses		
Salary & Wages	A-7	14,532,310,670
Fees & Charges	A-8	58,488,616
Administrative Expenses	A-9	1,135,825,198
Grant & Programme Expenses	A-10	7,940,917,748
Repairs & Maintainance	A-11	6,343,478,879
Interest & Bank Charges	A-12	268,952,496
Electricity Charges		2,268,208,051
Stores & Consumables		887,090,234
Provision For Property Tax		2,441,144,598
TOTAL EXPENDITURES		35,876,416,490
Profit before Depreciation		8,071,747,737
Less : Depreciation		1,491,416,029
EXCESS OF REVENUES OVER EXPENDITURES		6,580,331,708
Additions during the year		
Excess / (Deficiency) of Current Year		6,580,331,708
Fund Balances Transfer To General Fund 31st March 2020		6,580,331,708

AHMEDABAD MUNICIPAL CORPORATION
FUND NAME : GENERAL FUNDS
COMBINED STATEMENT STATEMENT OF REVENUES , EXPENDITURES AND
CHANGES IN FUND BALANCES
FOR THE PERIOD 1-4-2019 to 31-03-2020

Schedules to Statement of Revenue, Expenditure and changes in Fund Balances

Schedule No. A-1
Revenue Grants

Grant-Education	3,285,466,296
Grant-Education Cess	1,233,729,186
Grant-Family Planning	4,180,000
Grant -ICDS	338,068,885
GMFB Grant Professional Tax	92,947,631
Bond Subsidy	260,000,000
Grant-Health	7,992,880
Grant - In Liew of Octroi & Nagarpalika	11,329,470,262
Other Grant	263,687,131
Grant- Specific	262,958,223
Total	17,078,500,494

Schedule No. A-2
Rent,Rates & Taxes

Property Tax	11,071,917,528
Vehicle Tax	842,292,505
Theator Tax	8,568,825
Professional Tax	1,802,382,825
Entertainment Tax	17,800,000
Fire Tax	233,282,069
Advertisement From Own & Private Property	343,519,085
Lease Land Rent	1,734,113
Free Hold Land Rent	111,211,489
Rent From Offices, Shop & Stalls	61,560,254
Rent From Stadium	1,615,500
Rent From Hall	113,317,084
Rent From Quarters(Labour,Slum & Others)	9,104,436
Rent From Picnic House & Guest House	4,011,525
Rent From Parking Plot	6,560,583
Rent From Vehicle & Machinery	352,483
Rent From Open Air Theator	2,332,859
Other Rent	30,075,795
Rent Income From Book Fair	3,263,042
Dubba Act Income	4,709,400
Nursing Home Registration Income	3,391,150
Other Charges	130,494
Shop Establishment & Renewal Charges	270,815
Income From Other Act,RTI & Tax	21,175,794
Betterment Charges	158,662,474
Rent From Water/Drainage/Sewarage Line	605,000
Telephone line rent	345,398
Total	14,854,192,524

Schedule No. A-3
Fees Fines & Other Charges

AHMEDABAD MUNICIPAL CORPORATION
FUND NAME : GENERAL FUNDS
COMBINED STATEMENT STATEMENT OF REVENUES , EXPENDITURES AND
CHANGES IN FUND BALANCES
FOR THE PERIOD 1-4-2019 to 31-03-2020

Schedules to Statement of Revenue, Expenditure and changes in Fund Balances

Income From Public Places Entry Fess	29,679,337
Kids City Entry Fees	3,754,625
Zoo Entry Income	60,019,502
Municipal Corporation Right Income	13,004,446
	160,000
Gift Income	2,100,000
Local Fund & Irrigation Cess	13,164,116
Penalty Income	1,000,000
Water Connection Fees/Charges/Supply Charges	209,100,574
Name Transfer Fees	35,992,461
Ambulance Charge	2,194,990
Medical Service Charge & Fees	64,196,625
Licence Fees	10,673,533
Permit Fees	91,267,956
Building & Plant Scrutiny Fees	273,541,147
Slaughter House Fees	367,759
Parking Fees	4,881,120
Sample Testing Fees	8,066,356
School & College Fee	48,793
Birth & Death Registration Fees	12,955,850
Other Registration Fees	53,454,262
Stand Fees	5,249,791
Rasta Kapat Fees	35,867,471
Drainage Charges & Connection Fees	63,021,157
Copy & Comparing Fees	988,640
Licence Fees	22,486,508
Renewal Registration Fees	282,520
Sale Of Quarters On Hire	2,734,184
Income From Development of Commercial Plot of AMC	162,020
Development Charges	48,733,860
Betterment Charges	23,202,893
Extra F.S.I. Fees	4,460,547,194
F.S.I Fees under CBD	65,550,370
Withdrawal of Garbage Fees	11,054,709
Impact Fees Otherthan Parking	5,679,745
Fire Safety Charge & N.O.C. Limit	18,988,872
Tree Plantation Fees	90,799,085
Zonal Administrative Charges	571,076,301
Building Debris Rewnel Charges & Non T.P.& Betterment Charges	494,009,958
Betterment Charges	30,288,920
Impact Fees Parking	3,284,248
B.U. card fee and water meter fee charges	26,034,050
Admin Charges	15,959,364
BRTS Corridor FSI Charges	909,604,336
Training Fees	3,018,500
Licence/Lease Charges	748,540
Door to Door Waste Collection Charges	630,245,484
Other Charges & Fees	177,217,489
Total	8,606,459,660

AHMEDABAD MUNICIPAL CORPORATION
FUND NAME : GENERAL FUNDS
COMBINED STATEMENT STATEMENT OF REVENUES , EXPENDITURES AND
CHANGES IN FUND BALANCES
FOR THE PERIOD 1-4-2019 to 31-03-2020

Schedules to Statement of Revenue, Expenditure and changes in Fund Balances

Schedule No. A-5
Income From Sale

Scrape Sale	4,513,151
Sale Of Books	64,390
Sale Of Fertilizer	2,738,668
Sale Of Woods	1,916,384
Sale Of Tender Form & Other Forms	43,914,249
N.O.C For 40 Ch. Meters	299,280
Other Sale	50,381,710
Total	103,827,832

Schedule No. A-4
Interest Income

Interest On Bank Deposit	602,585,248
Interest On Loan Given To Employee	107,204
District Treasury	906,695,895
Penal Interest	618,516,533
Pre Repayment Charges On Welfare Loan	956,783
Other Interest	31,242,985
Total	2,160,104,648

Schedule No. A-6
Other Income

Loan Staff Recovery	211,791,018
Encroachment Income	264,200
Penalty Income From Traders,Contractors & Others	149,111,274
Cease Of Deposits	11,239,236
Other Penalty	3,658,637
Recruitment Application Form Fees	4,510,304
Premium Income	338,219,654
Fire Service Training Income	10,000
Employee Fine	12,719,381
Chantar Fee Income	123,205,731
Membership fee & Risk Fund Welfare Fund	5,895,507
Income From SRFDL	150,006,987
Other Income	134,447,139
Total	1,145,079,068

Schedule No. A-7
Salary & Wages Expenses

Salary & Bonus	9,825,467,074
Employee PF Account, EPF	2,852,046
Stipend	27,478,864

AHMEDABAD MUNICIPAL CORPORATION
FUND NAME : GENERAL FUNDS
COMBINED STATEMENT STATEMENT OF REVENUES , EXPENDITURES AND
CHANGES IN FUND BALANCES
FOR THE PERIOD 1-4-2019 to 31-03-2020

Schedules to Statement of Revenue, Expenditure and changes in Fund Balances

Reimbursement of Telephone Expenses	73,958
Leave Travel Concession	7,388,914
Reimbursement of Medical Expenses	71,116,084
Uniform Allowance	41,067,899
Award to Employee	1,641,496
Contribution to Death Relief fund	285,000
Employee link insurance	113,835
N.P.S. amc contribution	372,796,744
DLIC	6,169,086
Family Pension	3,348,999,610
Gratuity Expense	538,198,170
Help to Employees who Expires On Duty	48,500,000
Leave Encashment	240,161,890
Total	14,532,310,670

Schedule No. A-8
Fees & Charges

Survey Fees	7,909,434
Inspection & Sample Testing Charges	1,843,784
Legal Fees	19,892,987
Consultancy Fees	14,460,619
Licence Fees	885,450
Plan & Document Preparation Charges	13,140
Annual Membership Fees Of All India Council Of Mayers	23,600
Auditors Fees & Exps.	11,940,394
City Managers Associations Fees	500,000
Registration Fees	809,000
City Bond Rating Fees	210,208
Total	58,488,616

Schedule No. A-9
Administrative Expenses

Petrol & Diesel & Machine Oil Expenses	149,941,801
Gas	857,903
Lubricant Oil	5,060,122
Vehicle Running Expenses	24,339,293
Advertisement & Publicity Expenses	80,219,974
Population Counting Exps.	2,020,451
Municipal Councillar Oneraioum & Dearness	36,533,530
Committee Expenses	87,215
Seminar Expenses	275,643
Tax Rebate	181,112,040
Staff Training	1,883,754
Election Stationery & Printing	38,049
Election Expenses	126,895

AHMEDABAD MUNICIPAL CORPORATION
FUND NAME : GENERAL FUNDS
COMBINED STATEMENT STATEMENT OF REVENUES , EXPENDITURES AND
CHANGES IN FUND BALANCES
FOR THE PERIOD 1-4-2019 to 31-03-2020

Schedules to Statement of Revenue, Expenditure and changes in Fund Balances

Legal Expenses Of M.A.C.T	2,199,062
Telephone Expenses	26,075,155
Postage & Telegram	2,451,157
Discretionary Contingency	3,494,701
Misc. Office Expenses	37,820,440
Printing & Stationery, Xerox Exps	40,393,392
Rent Of Building	46,357
Rent Of Vehicle	87,173,738
Taxes	43,061,666
Rate	37,791
Insurance- Cash On Hand	81,184
Insurance- Other	3,262,856
Books & Periodicals	1,896,636
Security Guard Expenses	174,055,322
Traveling Expenses	2,052,151
Festival Expenses- Annual Sports, Video Graphy, Photography, Recreation	229,226,920
Total	1,135,825,198

Schedule No. A-10
Grant & Programme Expenses

All Service Expenses	534,394,358
All Other Expenses	802,959,522
Programme Expenses	694,878,530
Grant Expenses	5,907,363,568
Grant & Contribution	1,321,770
Total	7,940,917,748

Schedule No. A-11
Repairs & Maintenance

Maintenance - Building	23,650,063
Maintenance - School & College Building	7,149,056
Maintenance - Building Quarters	1,468,511
Maintenance - Hall	11,558,036
Maintenance - Hospital Building	2,842,534
Maintenance - Misc. For other Bldg.	5,941,902
Maintenance-Water Works & Pipe Lines	196,369,586
Maintenance-Water Pumping Stations	3,685,456
Maintenance- Raska Water Cess	1,365,853,900
Maintenance- Power Pump, Compressor & Machinery	292,700,483
Maintenance- Traffic Signlas	40,311
Maintenance- Fire Equipments	9,836,759
Maintenance-All Equipments	65,765,848
Air Quality Monitoring System	485,022
Maintenance-Roads /pavements Asphaltng	146,578,433
Takti	423,981

AHMEDABAD MUNICIPAL CORPORATION
FUND NAME : GENERAL FUNDS
COMBINED STATEMENT STATEMENT OF REVENUES , EXPENDITURES AND
CHANGES IN FUND BALANCES
FOR THE PERIOD 1-4-2019 to 31-03-2020

Schedules to Statement of Revenue, Expenditure and changes in Fund Balances

Maintainance- Pond	24,855,314
Maintainance- Street Light	330,499,411
Maintainance - Gardens /parks/playgrounds/Swimming Pool	160,607,762
Maintainance - Other Public Places	5,039,970
Maintainance - Slaughter House	13,029,116
Maintainance - Pay & Use Toilets	84,701,984
Expenses -SRDFL	387,259,037
Maintainance - Historical Places	4,197,940
Maintainance - BRTS Corridor	339,671
Maintainance - Kids City	5,095,883
Maintance Rain Basera	7,223,919
Maintaince- Draiage Pipeline	121,684,232
Maintaince- Storm Water Drain	34,852,993
Maintainance-Motor Car/Jeep/Road Roller/Bus/Ambulences/others	17,813,259
Door to dump work exp. And container exp.	1,340,436,010
Loading & Unloading Of Garbage Expenses	645,678,106
O and M Solid Waste Management /Refuse Station	916,813,995
Parking Center	4,137,310
Other Loading & Unloading Expenses	23,202,591
Construction Debriz	45,486,362
Bio Medical Waste	9,905,613
Maintainance-Furniture & Fixtures	8,104,147
Maintainance-Office Equipments	18,164,372
Total	6,343,478,879

Schedule No. A-12
Interest & Bank Charges

Interest On Public Bond	180,157,260
GSDMA	(570,782)
Interest on Government Loan	80,100,000
Interest on G.S.D.M	9,249,778
Bank & Finance Charges	16,240
Total	268,952,496

AHMEDABAD MUNICIPAL CORPORATION
Schedules attached to
Comprehensive Annual Financial Statement
As at 31st March 2020

Schedule No : B-1

Schedule Name : Tax Payables

Particulars	Tax Free Bond Issue - 2004	Tax Free Bond Issue -2005	Hudco Housing Project For EWS	Municipal Bond 2018-19	Works From GSDMA WB Assistant	GMFB Grant For UBSP Common Project	GMFB Grant For Urban Poor	NRCP Grant	GIDC Effluent Disposal Scheme	10TH Pay Commission	ONGC Grant For EarthQuake	11TH Finance Commission Grant	TCIDS Project	VAMBAY Pay & Use Toilet	Development Of Zoo	JNURM	GMFB Entertainment Tax	GMFB Grant For Urban Poor	Sabarmati River Shuddhikaran	C.M. EWS & LIG	Grand Amrut Yojna	Total
Tax Deducted at Source - Contractors	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	475988	-	-	-	-	-	475,988
Commercial Tax	-	-	-	-	-	-	-	-	-	-	-	0	-	-	-	-	-	-	-	-	-	-
Total	-	-	-	-	-	-	-	-	-	-	-	-	-	0	-	475,988	-	-	-	-	-	475,988

Schedule No : B-2

Schedule Name : Deposits & Other Security

Particulars	Tax Free Bond Issue - 2004	Tax Free Bond Issue -2005	Hudco Housing Project For EWS	Municipal Bond 2018-19	Works From GSDMA WB Assistant	GMFB Grant For UBSP Common Project	GMFB Grant For Urban Poor	NRCP Grant	GIDC Effluent Disposal Scheme	10TH Pay Commission	ONGC Grant For EarthQuake	11TH Finance Commission Grant	TCIDS Project	VAMBAY Pay & Use Toilet	Development Of Zoo	JNURM	GMFB Entertainment Tax	GMFB Grant For Urban Poor	Sabarmati River Shuddhikaran	C.M. EWS & LIG	Grand Amrut Yojna	Total
Security Deposits Payable	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Retention Money	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-

Schedule No : B-3

Schedule Name : Loan Payable

Particulars	Tax Free Bond Issue - 2004	Tax Free Bond Issue -2005	Hudco Housing Project For EWS	Municipal Bond 2018-19	Works From GSDMA WB Assistant	GMFB Grant For UBSP Common Project	GMFB Grant For Urban Poor	NRCP Grant	GIDC Effluent Disposal Scheme	10TH Pay Commission	ONGC Grant For EarthQuake	11TH Finance Commission Grant	TCIDS Project	VAMBAY Pay & Use Toilet	Development Of Zoo	JNURM	GMFB Entertainment Tax	GMFB Grant For Urban Poor	Sabarmati River Shuddhikaran	C.M. EWS & LIG	Grand Amrut Yojna	Total
Secured Loans :																						
National Housing Bank For EWS Project	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Hudco Gap Fund Loan	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Tax Free Bond	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-

Schedule No : B-4

Schedule Name : Bank Balances

Particulars	Tax Free Bond Issue - 2004	Tax Free Bond Issue -2005	Hudco Housing Project For EWS	Municipal Bond 2018-19	Works From GSDMA WB Assistant	GMFB Grant For UBSP Common Project	GMFB Grant For Urban Poor	NRCP Grant	GIDC Effluent Disposal Scheme	10TH Pay Commission	ONGC Grant For EarthQuake	11TH Finance Commission Grant	TCIDS Project	VAMBAY Pay & Use Toilet	Development Of Zoo	JNURM	GMFB Entertainment Tax	GMFB Grant For Urban Poor	Sabarmati River Shuddhikaran	C.M. EWS & LIG	Grand Amrut Yojna	Total
ICICI BANK LTD. 002405010314	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
INDIAN BANK A/C.18623/CITYBOND	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-

Schedule No : B-5

Schedule Name : Investments

Investment Details	Tax Free Bond Issue - 2004	Tax Free Bond Issue -2005	Hudco Housing Project For EWS	Municipal Bond 2018-19	Works From GSDMA WB Assistant	GMFB Grant For UBSP Common Project	GMFB Grant For Urban Poor	NRCP Grant	GIDC Effluent Disposal Scheme	10TH Pay Commission	ONGC Grant For EarthQuake	11TH Finance Commission Grant	TCIDS Project	VAMBAY Pay & Use Toilet	Development Of Zoo	JNURM	GMFB Entertainment Tax	GMFB Grant For Urban Poor	Sabarmati River Shuddhikaran	C.M. EWS & LIG	Grand Amrut Yojna	Total
Fixed Deposit with Banks	-	-	-	-	-	-	-	-	-	-	-	0	-	0	0	0	-	-	-	-	-	-
Interest Accrued But Not Due On FDR's	-	-	-	-	-	-	-	-	-	-	-	0	-	0	0	0	-	-	-	-	-	-
Total	-	-	-	-	-	-	-	-	-	-	-	-	-	0	-	0	-	-	-	-	-	-

Schedule No : B-6

Schedule Name : Fixed Assets

	Tax Free Bond Issue - 2002	Tax Free Bond Issue -2004	Tax Free Bond Issue -2005	Municipal Bond 2018-19	Hudco Housing Project For EWS/LIG	GMFB Grant For UBSP Common Project	GMFB Grant For Urban Poor	NRCP Grant	GIDC Effluent Disposal Scheme	10TH Pay Commission	13TH Pay Commission	CM Grant Suvarna Jayanti Shehri Vikas	ONGC Grant For EarthQuake	11TH Finance Commission Grant	TCIDS Project	VAMBAY Pay & Use Toilet	Development Of Zoo	JNURM	GMFB Entertainment Tax	GMFB Grant For Urban Poor	Nirmal Gujarat	Sabarmati River Shuddhikaran	C.M. EWS & LIG	14th Pay	Total
Capital WIP	-	109,471,472	974,271,766	-	2,650,941,451	135,192,533	-	1,067,664,358	207,862,391	245,636,503	796,425,852	25,484,144,551	8,379,122	285,811,974	177,830,912	32,687,969	-	5,842,700,625	276,936,938	150,641,030	487,443,727	128,060,040	10,545,082,106	1,587,833,117	51,195,018,436
Add : Work Done	-	-	-	2,771,918,924	-	994,759	-	-	-	-	10,817,636	1,735,765,886	-	-	-	-	-	-	8,345,548	-	16,082,880	1,177,240,215	20,505,327	1,176,638,825	6,918,320,000
Total CWIP	-	109,471,472	974,271,766	2,771,918,924	2,650,941,451	136,187,292	-	1,067,664,358	207,862,391	245,636,503	807,243,488	27,219,910,437	8,379,122	285,811,974	177,830,912	32,687,969	-	5,842,700,625	285,282,486	150,641,030	503,536,607	1,305,300,255	10,565,587,433	2,764,471,942	58,113,338,435

AHMEDABAD MUNICIPAL CORPORATION
FUND NAME : CAPITAL PROJECTS & DEVELOPMENT FUNDS
COMBINING BALANCE - SHEET
AS AT 31ST March 2020

(Rupees)

Particulars	Schedule No	Tax Free Bond Issue -2004	Tax Free Bond Issue -2005	Municipal Bond 2016-19	Hudco Housing Project For EWS	Works From GSDMA WB Assistant	GMFB Grant For UBSP Common Project	NRCP Grant	GIDC Effluent Disposal Scheme	10TH Pay Commission	13TH Pay Commission	CM Grant Suvarna Jayanti Shehri Vikas	ONGC Grant For earthQuake	11TH Finance Commission Grant	TCIDS Project	VAMBAY Pay & Use Toilet	Development Of Zoo	JNURM	GMFB Entertainment Tax	GMFB Grant For Urban Poor	Nirmal Gujarat	Sabarmati River Shuddhikaran	C.M. EWS & LIG	14th Pay Commission	Grand Amrut Yojna	(Rupees)
LIABILITIES AND FUND BALANCES																										
Capital Balance		-	-	-	507,712,450	35,750,473	130,605,081	993,500,092	204,119,648	129,816,279	994,011,450	57,006,783,861	6,233,736	216,364,744	151,212,170	32,687,969	15,178,966	8,506,004,163	803,168,619	117,901,116	106,309,979	2,072,900,000	2,814,797,822	6,497,593,130	3,922,465,465	85,265,117,213
Current Liabilities																										
Members Contribution		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	191,037,519	-	-	-	-	7,807,499,968	-	-	7,998,537,487
Capital Reserve Against M.Bond		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Advance Grant Received		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Accounts Payable																										
Contractor Dues		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Tax Payable	B-1	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Deposits & Other Security	B-2	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Secured Loan																										
Loan Payable	B-3	-	-	2,000,000,000	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	2,000,000,000
Due to Other Fund																										
General Fund		109,471,472	974,271,766	771,918,924	2,143,229,000	-	5,582,211	74,164,266	3,742,743	115,820,224	-	-	2,145,386	69,447,230	26,618,742	-	-	-	-	32,739,914	397,226,628	-	-	-	-	4,726,378,506
Total Liabilities		109,471,472	974,271,766	2,771,918,924	2,650,941,450	35,750,473	136,187,292	1,067,664,358	207,862,391	245,636,503	994,011,450	57,006,783,861	8,379,122	285,811,974	177,830,912	32,687,969	15,178,966	8,697,041,682	803,168,619	150,641,030	503,536,607	2,072,900,000	10,622,297,790	6,497,593,130	3,922,465,465	99,990,033,206
ASSETS																										
Current Asset																										
Bank Balances	B-4	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	475,988	-	-	-	-	-	-	-	475,988
Investments	B-5	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Grant Receivable		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Govt. Subsidy Receivable		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Stock In Trade		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Fixed Assets																										
Property, Plants & Equipments		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Assets Capitalised In General Fund		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Capital Work in Progress	B-6	109,471,472	974,271,766	2,771,918,924	2,650,941,451	-	136,187,292	1,067,664,358	207,862,391	245,636,503	807,243,488	27,219,910,437	8,379,122	285,811,974	177,830,912	32,687,969	-	5,842,700,625	285,282,486	150,641,030	503,536,607	1,305,300,255	10,565,587,433	2,764,471,942	-	58,113,338,436
Due From General Fund		-	-	-	-	35,750,473	-	-	-	-	186,767,962	29,786,873,424	-	-	-	-	15,178,966	2,853,865,069	517,886,133	-	-	767,599,745	56,710,357	3,733,121,188	3,922,465,465	41,876,218,782
Total Assets		109,471,472	974,271,766	2,771,918,924	2,650,941,451	35,750,473	136,187,292	1,067,664,358	207,862,391	245,636,503	994,011,450	57,006,783,861	8,379,122	285,811,974	177,830,912	32,687,969	15,178,966	8,697,041,682	803,168,619	150,641,030	503,536,607	2,072,900,000	10,622,297,790	6,497,593,130	3,922,465,465	99,990,033,206

AHMEDABAD MUNICIPAL CORPORATION
FUND NAME : SPECIAL REVENUE FUND
COMBINING BALANCE - SHEET
AS AT 31ST MARCH 2020

(Rupees)

Particulars	Schedule No	Intergraded Child Development Project Department	Shahri Kutumb Kalyan Ekam	AMC Metro Rail	Welfare Fund	Total
Liabilities And Fund Balances						
Fund Balance		6,760,690	(2,546,641)	-	(1,269,465,485)	(1,265,251,436)
Due to/(from) other Funds		-	2,546,641	144,643,131	1,269,465,485	1,416,655,257
Current Liabilities						
Sundry Creditors		-	-		-	-
AMC Metro Rail				-		-
Total Liabilities		6,760,690	-	144,643,131	-	151,403,821
Assets						
Bank Balances		-	-		-	-
Advance For Metro				98,690,509		98,690,509
Due From General Fund		6,760,690	-	-		6,760,690
AMC Metro WIP		-	-	45,952,622	-	45,952,622
Grant Receivable		-	-		-	-
Total Assets		6,760,690	-	144,643,131	-	151,403,821

AHMEDABAD MUNICIPAL CORPORATION
FUND NAME : TRUST & AGENCY FUNDS
COMBINING BALANCE - SHEET
AS AT 31ST MARCH 2020

(Rupees)

Particulars	Schedule No	MLA Grant	Slum Net Working Project	Safai Kamdar Rahat Yojna	MP Grant	Contributory Scheme For Infrastructure	Rajiv Aavas Yojna	Total
LIABILITIES AND FUND BALANCES								
Fund Balance		1,886,950,356	16,176,613	-	1,048,350,320	6,668,101,119	852,141,234	10,471,719,642
Accounts Payable								
Contractor Dues		-	-	-	-	-	-	-
Tax Payable	B-1	-	-	-	-	-	-	-
Deposits and Other Security	B-2	79,870	36,587	-	-	-	-	116,457
Due To General Fund		-	1,207,250,753	413,168,400	313,026,509	-	127,564,987	2,061,010,649
Total Liabilities		1,887,030,226	1,223,463,953	413,168,400	1,361,376,829	6,668,101,119	979,706,221	12,532,846,748
ASSETS								
Current Assets								
Bank Balances	B-3	169,187,202	-	-	123,930,831	-	-	293,118,033
Investment		-	-	-	-	-	-	-
Grant Receivable		54,513,549	-	-	-	-	-	54,513,549
Fixed Assets								-
Property , Plants & Equipments								-
Assets Capitalised In General Fund								-
Capital Work In Progress	B-4	1,486,695,201	1,223,463,953	413,168,400	1,237,445,998	3,854,833,068	979,706,221	9,195,312,840
Due From General Fund		176,634,274	-	-	-	2,813,268,052	-	2,989,902,326
Total Assets		1,887,030,226	1,223,463,953	413,168,400	1,361,376,829	6,668,101,120	979,706,221	12,532,846,748

AHMEDABAD MUNICIPAL CORPORATION
Schedules attached to
Comprehensive Annual Financial Statement
As at 31st March 2020

Schedule No : B-1

Schedule Name : Tax Payables

Particulars	MLA Grant	Slum Net Working Project	Safai Kamdar Rahat Yojna	MP Grant	Contributory Scheme For Infrastructure	Rajiv Aavas Yojna	Total
Tax Deducted at Source - Contra	0	0		0	0	0	0
Commercial Tax	0	0		0	0	0	0
Total	0	0		0	0	0	0

Schedule No : B-2

Schedule Name : Deposits and Other Security

Particulars	MLA Grant	Slum Net Working Project	Safai Kamdar Rahat Yojna	MP Grant	Contributory Scheme For Infrastructure	Rajiv Aavas Yojna	Total
Other Deposit	79869	36587	0	0	0	0	116456
Total	79869	36587	0	0	0	0	116456

Schedule No : B-3

Schedule Name : Bank Balances

Particulars	MLA Grant	Slum Net Working Project	Safai Kamdar Rahat Yojna	MP Grant	Contributory Scheme For Infrastructure	Rajiv Aavas Yojna	Total
VIJAYA BANK(MP GRANT)SB.8609	0	0	0	12884	0	0	12884
Canara Bank ARUN JATELY	0	0	0	3057056	0	0	3057056
Canara Bank (Shri Sankarshing mvaghela)	0	0	0	14611	0	0	14611
Canara Bank SB-9862(MP LKADVA)	0	0	0	72430067	0	0	72430067
Canara Bank SB-9861(MP HARIN)	0	0	0	26231	0	0	26231
Canara Bank A.K. PATEL	0	0	0	516993	0	0	516993
Canara Bank MP KIRIT SOLANKI	0	0	0	26747592	0	0	26747592
AMC-MP LAD FUND	0	0	0	425411	0	0	425411
AMC-MP ALKABEN KSHTRIYA	0	0	0	12025	0	0	12025
AMC-MP PRAVIN RASHTRAPAL	0	0	0	848976	0	0	848976
AMC-MP SURYAKANT ACHARYA	0	0	0	187355	0	0	187355
AMC-MP MADHUSUDAN MISTRY	0	0	0	688617	0	0	688617
AMC-MP PARESH RAVAL	0	0	0	18963013	0	0	18963013
AMC-MLA GRANT	169162760	0	0	0	0	0	169162760
VIJAYA BANK SB-8749(MLA GRANT)	24442	0	0	0	0	0	24442
Total	169187202	0	0	123930831	0	0	293118033

Schedule No : B-4

Schedule Name : Capital Work In Progress

Particulars	MLA Grant	Slum Net Working Project	Safai Kamdar Rahat Yojna	MP Grant	Contributory Scheme For Infrastructure	Rajiv Aavas Yojna	Total
Capital WIP	1342413940	1223463953	413168400	1217437481	3854833068	964473588	9,015,790,428
Add: For the year	144281261	0	0	20008517	0	15232633	179,522,411
Total	1486695201	1223463953	413168400	1237445998	3854833068	979706221	9195312839
Less : Assets Transfer to General Fund	0	0		0	0	0	-
Capital WIP	1486695201	1223463953	413168400	1237445998	3854833068	979706221	9,195,312,840

NOTES TO THE ACCOUNTS (AHMEDABAD MUNICIPAL CORPORATION)

A) . BASIS OF PRESENTATION

Preparation of Statement of Revenue, Expenditure and Changes in Fund Balances and Balance Sheet requires reliance to be placed on certain assumptions and information provided by the corporation. Reliance was also placed on the various records, registers and data made available from various zones and departments. The following are the methodologies and assumptions adopted for the preparation of the same:

1) INCOMES/REVENUES AND EXPENDITURE:

- i) Information on Income as presented is as per the actual amount received from all the zones/departments of AMC. This income has been reconciled with the Annual Receipts and Payments Statement (Varshik Hisab) prepared by AMC.
- ii) The income from Property Tax and related taxes, Vehicle Tax and Theatre Tax is based on the demands raised during the year and by giving effect for write up, write off and discount for the same.
- iii) Income under heads other than Property Tax and related taxes, Vehicle Tax, Theatre Tax and Interest on Investment are accounted for on receipt basis.
- iv) In absence of availability of bifurcation of expenses incurred for each fund, the same are booked in the profit and loss account of general fund only.

2) FIXED ASSETS:

- i) Fixed Assets figures represents valuation of the assets identified and measured as on 31 March, 2020 and additions during the year 2019-20. The information for the additions during the year is taken from bills and annual accounts (Varshik Hisab)
- ii) During the year Nagarpalikas including gram Panchayats within its jurisdiction were merged with AMC. The assets and liabilities of these local bodies have not been incorporated in this balance sheet. However the assets of these Nagarpalikas also include certain infrastructures which were funded by AUDA (Ahmedabad Urban Development Authority) and are capitalized in the balance sheet of AUDA and hence not included in assets of AMC. As per the explanations given AUDA would initiate the process of transfer, however fix definite timeline has not be given for the same.
- iii) Fixed Assets Registers of AMC have been collated and updated. Depreciation has been computed as per policy. However, this exercise is still ongoing and is likely to continue in next 2-3 years due to sheer volume in geographical spread of the assets. The data for fixed assets has been compiled based on information furnished by the various User Departments of AMC.

- iv) Majority of the assets are the ownership of AMC, however in some cases of assets acquired, received as donation etc though the physical possession of the same is with AMC the legal title has not been established. In case of certain land acquired by AMC due to non-availability of cost of acquisition the cost of such land is taken at a token value of Re.1.
- v) AMC over the years had acquired some plots of land for a total acquisition cost of Rs.3177577/-. However one to one identification is not yet done due to non-availability of data. The same will be updated in subsequent years.
- vi) Some assets are capitalized despite the final bill pending as these assets have completed construction/installation and are already put to use.
- vii) Trees, Museum, Art Crafts, Statues and Animal assets have not been included in the schedule of fixed assets.
- viii) Furniture and Fixtures have been included in a group of assets and not department wise to the extent data available from the purchase departments. There may be certain assets, which have not been included in the above head.
- xiii) To the extent of the above, the Fixed Assets as shown in the financial statements does not represent the complete assets of the AMC.
- xiv) **The addition to fixed assets includes Rs.3363.52 crores on account of revaluation of land.** A detailed exercise was carried out by consultants to arrive at the valuation of land as per the latest available jantri rates of 2011 issued by Govt.of Gujarat. The report contains the methodology, underlying assumptions etc considered while carrying out the exercise. The report also mentions land value of Rs.1768.54 crores not considered in the above valuation as there were some litigations, dispute over possession, partial possession etc. Once these issues are resolved , this amount can also be added to the value of the land. There are issues raised regarding certain plots for which the explanation is pending from AMC. Once these explanations are received, the value of those plots will be incorporated in the valuation.

Based on Data provided, identified assets have been categorized in the following Groups.

IDENTIFIED ASSETS
MAJOR CATEGORY

TYPE OF ASSETS

Land & Buildings

Plots/Vacant Plot/ Plots on Lease
Residential Quarters
Staff Quarters
Slum Quarters
Community Hall and Recreation Centre
Community Centre
Stadium
Commercial Buildings
Hospital Buildings
Fire Brigade Building
Crematorium and burial Ground
Markets
Kiosks/Shops/Stalls
Water Overhead Tanks
Public Places & Others

Infrastructure Assets

Roads including Footpath and Dividers
Asphatic Road
Bridges
Culverts
Fountain
Street Light
Flyover
Urinals
Dhalao
Dustbin
Lavatory Blocks
Drainage
Storm Water Drain
Water Pipeline

Furniture's & Fixtures

Furniture & Fixtures, Fans, Air Conditioners, Coolers etc

Computers

Monitors, Printers, UPS and all related accessories, Software

Plant & Machinery

Electrical Equipment & Lamps
Electric Cables
Transformers
Electric Installations
Pipelines
Filter Plant
Fire Assets
Construction Equipments
Medical Instruments
Other Plant & Machinery

Vehicles

Motor Vehicle & AMC Other Vehicle

iii) Infrastructure Assets: - Infrastructure assets are defined as per International Public Sector Accounting Standards (IPSAS). As per IPSAS 17, infrastructure assets are characterized by the following.

- They are a part of a system or network
- They are specialized in nature and do not have alternative uses
- They are immovable
- They may be subject to constraints on disposal

iv) Capital Work in Progress : - CWIP represents capital assets which are in the process of construction/ completion. We have not reviewed the bills for the financial year 2019-20 to arrive at the closing WIP as on 31st March 2020 in absence of specific data from concerned departments

v) Leased Properties: - Leased properties have been valued at actual cost in case of buildings and market value in case of land.

vi) Depreciation: Under this method, the rates of depreciation have been applied at a fixed percentage on the original cost of the Asset at the end of the year.

(a) In line with international Best Practices, the Straight Line Method of Depreciation has been applied.

(b) For all assets that qualify for depreciation, and were valued, depreciation has been provided from the year of construction/acquisition and transferred to accumulated depreciation account of the concerned asset.

(c) Valuation for the purpose of depreciation has been done as per the significant accounting policies subject to the notes mentioned above.

(d) Current values of Qualifying Assets are now represented appropriately in the Fixed Assets Register.

(e) Assets valued at Replacement cost & estimated cost has been depreciated considering remaining useful life.

3) CURRENT ASSETS

i) Cash & Bank Balances : - Bank Balances shown as on March 31, 2020 are taken as per the actual bank balances Opening balances as on April 1, 2019 have been taken as per actual bank balance. However the book balance and the bank balance are not reconciled. The reconciliation differences comprises of identifiable and unidentifiable entries. There are many bank accounts, which are non-operative out of which many accounts are also closed. There are balances, which were taken from the book record at the time of conversion of Fund Based Accounting System to Double Entry cash based accounting system in 1996. The entire unreconciled balance of all the banks amounting to Rs. 590523704/- are transferred to a separate "Unreconciled Bank Adjustment Account" which will be adjusted in coming years. This unreconciled amount is reflected in schedule of bank balance of general fund.

Separate Bank Accounts are not maintained for some capital project, special revenue and trust and agency funds which are normally the practice. In such cases General Fund bank accounts are used to incur expenditure to these funds.

ii) Arrears of Property Tax: -The Property Taxes arrears outstanding as on March 31, 2020 are based on information furnished by Tax Department. There is a change in the total outstanding balance of property tax receivable of earlier years thereby affecting a change in property tax receivable and provision for property tax. The effect of the same is adjusted against the opening general fund balance. For the current year appropriate provisions have been made as per the guidelines issued by the National Municipal Accounts Manual. During the year, after considering the recovery in property tax provision on outstanding balance is recalculated and resultant difference is routed through the Revenue and Expenditure statement.

iii) Inventories : -

(a) Store/ Material is treated as part of inventories.

(b) Stores inventory data have been taken on the basis of information furnished by concerned departments.

(c) Inventory Valuations have been done on the basis of information provided by the various departments of AMC.

(d) There is a difference between physically stock and book stock on account of non-reconciliation & Accounting treatment in the past.

(e) Stock of Flats (Business Types) have been valued at cost.

(f) The Closing stock of Central Stores and Central Workshop has been taken at actual physical stock taken by AMC.

For other inventory the same is taken from AMC Final Hisab.

iv) Prepaid expenses are not calculated as on 31.03.2020.

v) Loan to Employees Accounts reflects a credit balance of Rs. 26559588/-. Normally this account should not have a credit balance and However, in absence of previous data

pertaining to loans given, the recovery from the employees results into a credit balance. The reconciliation of the same is pending.

vi) Traveling advances of Rs.5867063/- reflects long outstanding amounts which were not booked to respective expenses in the absence of reconciliation of the same.

4) Loan & Advances:-

Loans to AMTS:

The public transport of Ahmedabad city is run by Ahmedabad Municipal Transport Service which receives a financial support from the corporation, such amount is reflected under the head "Loan to AMTS". No terms and conditions are stipulated for the repayment of such loan. Current year Receipts and Payments include income and expenses from running of CNG buses which are essentially incurred on behalf of AMTS. Hence the same have been excluded from the books of AMC and net amount is added to Loans to AMTS.

AMC has given advances of Rs.30820672773/- to AMTS which runs the public transport service in the city of Ahmedabad. These advances are used by AMTS to subsidize public transport service. AMTS is not generating revenue surplus from its operations so as to meet the operative expenses.

In view of this, the responsibility of such advance depends upon receipt of fiscal support from any other agency. In absence of this it is difficult to quantify the realizable amount and hence any provision for probable impairment is not provided in the books.

Loans to BRTS and Ahmedabad Janmarg Ltd

The BRTS corridor for public transportation is run by AMC through a SPV Ahmedabad Janmarg Ltd. The capital expenditure of the project amounting to Rs. 9798423744/- is reflected as loan to BRTS in the Balance Sheet in pending decision regarding ownership of asset by the authorities.

AMC also gives a monthly loan to AJL meet the gap in the cash flows to run its operations. Such amount as on 31.03.2020 is Rs.3505344082/-

In view of this, the reliability of such advance depends upon receipt of fiscal support from any other agency. In absence of this it is difficult to quantify the realizable amount and hence any provision for probable impairment is not provided in the books.

5) Zone Control Account:-

This represents the amounts transferred to Zones for meeting their zonal expenditure. Expenses incurred by the Zones in their monthly account have been reduced from such transfers to obtain the closing balance as reflected in the financial statements. The amounts standing under the head Municipal Commissioner – Zone Bank Account represents money's transferred to bank account at the Zones and expenditure incurred.

6) Long Term Liability:-

- i) Loans from HUDCO, ICICI, NHB, State Government Loans, Loan of erstwhile Nagarpalikas, Open Market Borrowings (Public Loans), and Public Tax Free Bonds & World Bank – Loans are subject to reconciliation & confirmation. The amount due for repayment in case GMFB and State Government loans is deducted by State Government from the AMC's Share of grants payable to AMC in some cases.

The loans from government and financial institutions are secured by following:

(A) General Fund:

(1) Public Loan :

a) 12% Government Loan (2011) Government Guarantee					
b) 13% Government Loan (2007) Government Guarantee					
c) 11.5% Government Loan (2010) Government Guarantee					
d) 11.5% Government Loan (2010) Government Guarantee					
e) 11.5% Government Loan (2009) Government Guarantee					
f) 11.5% Government Loan (2008) Government Guarantee					

(2) Government Loan: The government loans are unsecured loans.

(B) Capital Project Fund :

(1) National Housing Bank EWS Loan: - Secured by State Government Guarantee.

(3) 6.4% Tax Free Public Bond 2004: These are secured by:

- (i) Escrow of octroi revenues from specified 10 nakas (Points) and property tax revenues receivable from western and eastern Zones
- (ii) The bonds carry a put and call option at the end of 5 years from the deemed date of allotment i.e.31.03.2004.

(4) 6% Tax Free Public Bond 2005: Theses are secured by:-

- (i) Trust and retention account with bank for collecting the revenues from specified revenues receivables.
- (ii) Mortgage of various plots of land of corporation

- (iii) The bonds carry a put and call option at the end of 5 years from the deemed date of allotment i.e.31.03.05.
- (5) During the year 2018-19, AMC has made public issue of municipal bond of rs.200 crores with coupon rate of 7.73% payable half yearly. The bonds are secured against receivable of property tax of new west zone under an escrow mechanism.
- The municipal bond are covered Atal Mission Rejuvenation and Urban Transformation(AMRUT) issued vide notification no K-16012/02/2018-AMRUT – 11B, issued by Ministry of Housing and Urban Affairs, Government of India. Under this notification, incentive of Rs. 13.00 crores for every Rs. 100 Crore of bond issued will be given by Government of India for Urban Local Body, accordingly an incentive of Rs. 26.00 crores is receivable from Government of India. The incentive being of revenue in nature, is considered as revenue receipt and has been reflected accordingly in the financial statement. And the same has been received during the year 2019-20.

6(ii) the amount of long term loans payable within next 12 months is

Capital Project Fund:-

- (a) HUDCO GAP Fund Housing Nil
- (b) GSFS Loan Nil

6(iii) Interest Overdue on Government loans are:

General Fund Rs.2291140204/-

Nagarpalika Rs. 79789449/-(updated figure is not available & not taken)

(C) Loan Of Nagarpalika :

- (i) LIC Loan : Secured By Assets of the nagarpalika

7) Current Liabilities:-

(i) Corporation has an unpaid liability of Rs.6708012736/- towards security deposit and other deposits. This also includes unclaimed deposits outstanding since long and which is not identifiable. These deposits comprises of Earnest Money Deposit security deposits received from contractors, retention money deducted from payments made to contractors and various other deposits like octroi deposits, Water drainage connection deposit, certain charges of town planning as per General Development Control Regulation(GDCR) & various deposits. These are subject to reconciliation with various sub ledgers and are outstanding since long out of these payables some amount might not be payable which can be determined only after the reconciliation of these amounts are done with various sub ledger.

ii) GPF / CPF / GIS Payable represents the amount deducted from salaries and remaining payable as of March 31, 2020. The same are however subject to reconciliation with the actual balance in the GPF Module maintained separately independent of the accounting software.

The balance of CPF & GPF is under reconciliation and the effect of the difference in the figure will be given in the balance sheet ended on 31/03/2020. The interest on CPF/GPF loan has already been taken in profit and loss account.

The Ahmedabad Municipal Corporation has balance of Rs. 6645241945/- with District Treasury office, Ahmedabad against the liability of CPF/GPF. The interest Receivable of Rs.442343068/-on the balance has also been taken in the profit and loss account. The total outstanding balance on 31.03.2020 is Rs.708,75,85,013/-.

iii) Due of contractors / suppliers as on 31.03.20 are subject to confirmation from respective external parties.

8) Provisions:-

Total Provision for Property Tax for Rs. 21576571557/- March 31, 2020 in accordance with the guidelines issued by National Municipal Accounts Manual. No provision for market rent receivable has been made as the data is not available.

9) Gratuity and Superannuation:-

Dues on account of gratuity and superannuation benefits are accounted for on cash basis. No actuarial valuation has been done to ascertain the liability.

10) Merger of Nagarpalikas(Local Bodies):-

Under a notification dated 14.02.2006 issued by Urban Development & Urban Housing Development Department (UDUHD) of Government of Gujarat, following local bodies are merged with AMC:

- (1) Bodakdev
- (2) Makarba
- (3) New Odhav
- (4) Nikol
- (5) Vastrapur
- (6) New Naroda
- (7) Thaltej
- (8) Sarkhej
- (9) Vejalpur
- (10) Chandlodia
- (11) Ghatlodia
- (12) Jodhpur
- (13) Ranip

AMC merged 13 Nagarpalikas and 30 gram panchayats during the year. The Assets and Liabilities of these local bodies have not been merged in the Current balance sheet on the basis of data and information made available.

During the year 2017-18 AMC merged 3 more nagarpalika namely Kathwada, Chiloda and Bopal Ghuma. However The Assets and Liabilities of these local bodies have not been merged in the Current balance sheet on the basis of data and information made available.

11) Estimates and Assumptions:-

A number of estimates and assumptions relating to the reporting of assets and liabilities were used to prepare these financial statements. Actual results could differ from those estimates, besides the ones explained above based on NURM guidelines to the extent applicable.

12) Contingent Liability, Judgment and Claims:-

No estimate of the liability for unsettled claims has been reported. However, the contingent liability will have to be estimated by categorizing the various claims and applying a historical average percentage based primarily on actual settlements by type of claim on the basis of information provided by AMC's legal department.

13) Bank Reconciliation and related issues and suggested means to improve the process:

In the financial statement, the bank balances are considered as per bank certificate and the difference between book balance and bank balance is transferred to unreconciled bank/cheque adjustments account. The reasons for the difference, steps taken by AMC, further steps required are explained below:

Reasons:

- The unreconciled entries date back to years for which no records available either with AMC or with bank.
- Online credit payment by public for which no SOP (Standard Opening Procedure) is set.
- Online grant received from government department. In absence of proper communication system it is difficult to trace the origin of the funds credited. The concerned department has such order approving grant but such intimation is not made to finance department. As a result challan is not prepared and the amount is reflected in reconciliation statement.
- Central store imprest account(Jama Kharchi)

Suggested action plan:

- 1) unreconciled balance should be transferred to suspense a/c and then it is to be ensured the new difference is not created.
- 2) Online credit payment by public

- The concerned department should prepare challan for entry in books.
- 3) Online grant received from government
 - The concerned department should send grant approval letter to finance department and generate challan from system.
- 4) Central store imprest (jama kharchi)
 - The major issues are related to years prior to 2005. This amount to be transferred to separate account and a time line should be fixed to resolve the issue.
 - To ensure that new differences do not arise, It is to be ensured that unless account statement of previous jama kharchi is submitted, no fresh imprest (jama kharchi) amount to be given to the department.

Other action plan suggested:

- Transfer original unreconciled balance to separate account and make sure no difference arise a fresh.
- Decentralized deposit of cheques to be commenced for each zone. As a result of this, reconciliation work becomes easier. The credits are to be reconciled with challan and net amount to be transferred to head office after two days so that any reconciliation issue, if arises, can be resolved in this period.

Long outstanding difference in unreconciled balance is not desirable and affects the credibility of the corporation even though no wrong doing has arisen out of this. This also affects the credit rating of the corporation and it must take necessary action as early as possible to resolve this issue.

14) Other Issues:

- Let out property by AMC:

AMC had let out on rent many properties over the years for which no records are available. As a result of this the amount of rent receivable is not known and the same is accounted for on receipt basis. AMC should initiate steps to identify the properties let out on rent. It will enable it to increase its rental income by proper follow up work.

- In the annual hisaab of the corporation, fire income is treated as capital receipt (under liability code) while actually it is income and is considered as income (also confirmed by AMC) while preparing the financial statement.
- Reconciliation of actual liability of CPF/GPF/Staff loan as per hisaab, as per software records in the separate system and actual records is under process and the effect of same will be given in coming year.

- There are multiple codes related to such CPF/GPF if which needs to be closed and only requisite code should remain operational. This will ensure timely reconciliation of such balances.