

Ahmedabad Municipal Corporation F.Y. 2020-21

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 2020-21 of the Ahmedabad Municipal Corporation represent the fifteenth 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 31.03.2020 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:

	2020-21	2019-20
Absolute Value of Net Assets (Total Assets-Total Liabilities)	2,32,68,24,25,785	2,26,95,57,57,574
Land Revaluation Reserve	33,66,52,40,106	33,66,52,40,106
Total	2,66,34,76,65,891	2,60,62,09,97,680
Increase/Decrease	5,72,66,68,211	51,74,87,48,739
Yr on Yr change (Without land revaluation)	2.52%	9.63%
Yr on Yr change (With land revaluation)	2.20%	25.90%

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 2020-21	For the year 2019-20
Revenues		
Tax Revenues (Rent, Rates and Taxes)	14,34,18,96,656	14,85,41,92,524
Municipal Taxes	14,34,18,96,656	14,85,41,92,524
Non Tax Revenues including Grants	37,69,19,00,285	29,09,39,71,702



Revenue Grants	24,36,34,28,530	17,07,85,00,494
Grant in lieu of Octroi	10,45,80,35,732	11,32,94,70,262
Other Grants like education, health etc.	13,90,53,92,798	5,74,90,30,232
Other(including Interest, Fees & Fines, Excess provision written back etc)	13,32,84,71,755	12,01,54,71,208
Total Revenues	52,03,37,96,941	43,94,81,64,227
Increase/Decrease	8,08,56,32,714	1,26,30,07,847
Yr on yr change of Total Revenues	18.40%	2.96%
Tax Revenue to total Revenues	27.56%	33.80%
Grants to total revenue	46.82%	38.86%
Grant in lieu of Octroi to Total Grants	42.93%	66.34%
Grant in lieu of Octroi to total Revenues	20.10%	25.78%
Internal Source to total revenues	25.62%	27.34%

From the above table, the total revenue has increased to 18.40 % in 2020-21 compared to 2.96% growth in year 2019-20. The main reason for such increase in income is that the amount of Revenue grants has increased by Rs. 728.49 crores. The revenue from grant in lieu of octroi has decreased by Rs. 87.14 crores while the other grants revenue increased by Rs.815.64 crores. This increase is mainly on account of support received from Govt to meet COVID-19 pandemic related expenses. In respect of Tax revenue there is a decrease of Rs.51.23 crores i.e. decrease of 3.45% but this is due to the peak period of Covid during F.Y 20-21. The collection of tax revenue would have been much higher if the situation of lockdown would not have prevailed during the year. But still the corporation has managed to collect almost equal amount of tax revenue in comparison



to the previous year which is commendable. The other income has also increased by Rs.131.30 crores though the share of other income to total income reduced marginally from 27.34% in last year to 25.62% in the current year. Considering decrease in tax revenue and increase in other income, the share of own revenue (Tax plus other income) of total revenue has decreased to 53.18% of total revenue compared to 61.14% of total revenue in previous year.

Share of tax revenue to total income has decreased to 27.56 % compared to 33.80% reflecting a decrease of 6.24% which is due to decrease in the amount of revenue. The property tax collection increased by Rs.19.08 crores which is good. *The collection would have been much higher but for the fact that the beginning 4-5 months of the financial year were under complete lockdown due to COVID-19, which are the months when people pay the taxes to avail rebate.* 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 74.02% compared to 70.93% 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 increased by Rs.4.10 crores compared to previous year. There is decrease in Advertisement income from own and private property and minimal increase in fire tax. The corporation will put efforts to regain such decrease in income in coming years. *The amount of professional tax collected was Rs.167.19 crores compared to Rs. 180.02 crores in previous year. There is a decrease of Rs.13.05 crores which is due to the effect of Covid in the financial 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 increased from 38.86% to 46.82% which is due to the increase in revenue grants. There is good support from Govt. Other grants received from Govt. (other than octroi) increased substantially during the year to Rs. 1390.53 crores against Rs.574.90 crores in previous year. Grant in lieu of octroi is Rs.1045.804 crores. This has decreased by 87.14 crores as compared to previous year. The share of grant in lieu of octroi to total revenue is at 20.10% which has decreased by 5.68% compared to previous year. However, the share of grants to total income has increased to 46.82% compared to 38.86% in the 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 27.37% to 25.62%. 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.37.47 crores) which reflects better working capital management.



Revenue Expenditure:

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

Particulars	For the year 2020-21	For the year 2019-20
Expenditures		
Salary and Wages	15,24,80,06,870	14,532,310,670
Administrative Expenses	1,60,74,60,489	1,135,825,198
Electricity and Lighting Expenses	2,47,72,50,042	2,268,208,051
Repairs and Maintenance	5,85,55,70,271	6,343,478,879
Interest and Bank Charges	29,12,63,059	268,952,496
Grant and programme expense	14,83,11,69,438	7,940,917,748
Provision for Property Taxes	2,51,95,77,034	2,441,144,598
Other Expense	1,23,81,71,765	945,578,850
Total of expenditure	44,06,84,68,968	35,876,416,490
Surplus before Depreciation	7965327974	8,07,17,47,737
Depreciation	1512192768	1,491,416,029
Excess/(Deficiency) for the year	6453135206	6,58,03,31,708
Cash Accruals (Surplus of the year plus Depreciation and Provision for property taxes)	10,48,49,05,008	10,51,28,92,335

The cash accruals during the year were Rs.1048.49 crores compared to Rs. 1051.28 crores in the previous year. The year was badly affected by COVID-19 Pandemic during which the corporation has incurred substantial amount towards COVID -19 expenses, still the cash accruals have reduced marginally by Rs.2.80 crores i.e. the cash accruals during the year have decreased by 0.27% compared to previous year. This shows that despite of the increase in the Covid related expenses the corporation has managed to retain its cash accruals by controlling costs by reducing the amount of other expenses in comparison to previous year. The total income has increased to 18.40% while expenses increased by 22.83% which also includes the expense related to Covid. Salaries have gone up by Rs.71.57 crores. Repairs and maintenance expenses have decreased substantially by Rs.48.79 crores. Stores and consumables have also increased by Rs.30.21 crores. Interest expenses increased by Rs. 2.23 crores compared to previous year. The provision for property tax has remained around same level at Rs. 251.96



crores compared to Rs. 244.11 crores in previous year. Grant and programme expenses have increased by Rs.689.03 crores. The corporation has spent Rs.1483.12 crores on grants for economically weaker section of the society during the year compared to Rs.794.09 crores in the previous year reflecting an increase of Rs.689.03 crores. This expense comes to 33.65 % 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 increased by Rs. 29.26 crores which is due to the increase in the Covid related expenses. 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 this there is only minor increase in electricity expense during the year by Rs.20.90 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.2020-21, AMC has commissioned Wind Mills of 12.6 MW capacity. This has resulted into generation of 2,75,42,084 units resulting in savings of Rs.18.87 crores. in the year. The cumulative savings till 31.03.2021 is Rs.58.11 crores approx. The reduction in carbon footprint for the year 2020-21 is 25,339 tones and cumulative reduction till 31.03.2021 is 78,373 tones. 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 consumed 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 31.3.21, Solar Panels of 600 KW capacity, generation of 1,27,464 units and cost saving of Rs.0.08 crores. The cumulative generation till 31.03.2021 is 6,88,448 units and cumulative cost savings are Rs.0.44 lacs.

Capital Receipts:

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

Capital Receipts:

Capital Fund Source	2020-21	2019-20
CM Suvarna Jayanti Saheri Vikas	5,85,89,73,000	6,56,70,71,000
Sabarnati Jal Suddhikaran grant from CG	Nil	1,46,89,00,000
CM EWS and LIG Project Members' contribution	35,45,30,830	Nil
Pradhan Mantri Aavas Yojna	1,60,13,35,245	32,99,40,000
14 th Pay Commission Grant	Nil	2,11,13,41,019
15 th Pay Commission Grant	1,82,00,00,000	Nil
Amrut Yojna	33,67,80,920	2,37,26,35,773



Total	9,97,16,19,995	12,849,887,792
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The corporation receives capital receipts from various schemes of central and state govt. which are used to finance the capital expenditure incurred by AMC. These receipts could be project specific or general in nature. The total capital receipts are Rs. 997.17 crores compared to Rs.1284.99 crores in previous year. The decrease is again due to use of resources by Govt. to meet COVID -19 related expenses.

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. 572.67 crores during the fiscal year ended 31st March, 2021. 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 2020) :Rs. 2, 60,62,09,97,680

Closing Fund Balance (as on 31st March 2021) :Rs. 2,66,34,76,65,891

Capital Expenditure:

The net change in Fixed Assets is as under:

Particulars	Year 2020-21	Year 2019-20
Gross Block Incl. CWIP	2,19,47,18,39,774	1,65,63,42,58,344
Additions Incl CWIP	9,79,84,33,058	53,83,75,81,430
Total Gross Block	2,29,27,02,72,832	2,19,47,18,39,774
Cumulative Depreciation	23,48,93,42,832	21,97,71,50,066
Net Block(Including Capital WIP)	2,05,78,09,30,000	1,97,49,46,89,708
Increase/Decrease	8,28,62,40,292	52,34,61,65,402

The increase in fixed assets during the year is Rs. 828.62 crores compared to Rs.5234.61 crores in the previous year. The main reason for the significant increase in previous year was the revaluation of land carried out during the previous year. During the previous year, 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. In the valuation exercise carried out, 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, a 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.

As a result of the above exercise carried out, an amount of Rs. 10666.40 crores of CWIP has been identified and capitalized during the year.

The capitalized assets pertain to the period 2012 to 2017. The exercise is still continuing and subject to availability of data related to CWIP of earlier years, further capitalization would be done in ensuing years. Normally, a CWIP would be reflected as CWIP for a period of three to four years. After which and subject to completion of 90% work completion, these will be capitalized to the respective block of asset.

One of the areas by which further addition to fixed assets can be made is by transfer of land of 13 nagar palikas and 30 gram panchayats to AMC which were merged with AMC in 2006 and 3 more nagar palikas in the year 2017-18. This requires GR from State Govt and AMC should approach the Govt. for this. This will not only increase the fixed assets but will also have a corresponding increase in the net worth of the corporation.

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 2020-21	Year 2019-20
Sabarmati River Front Development Corporation Ltd Loan	16,60,39,56,636	16,31,90,52,754
Ahmedabad Jan Marg Ltd.Loan(BRTS Project)	14,13,00,24,424	13,30,37,67,826
AMTS	34,13,66,72,773	30,82,06,72,773
Loan to V.S.Hospital	3,12,73,01,889	3,12,73,01,889
Total	67,99,79,55,722	63,57,07,95,242
Increase / Decrease	4,42,71,60,480	4,51,26,60,779

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

AMC is practically a debt free organization expect the municipal bonds of Rs. 200 Crores

Other Matters Outsourcing:

Civic Centers

AMC is operating 64 civic service centres across the city to provide civic services to citizens. It had employed 330 outsourced employees to manage these centers. Over and above this, the regular staff of around 75-100 persons were needed to supervise these centers 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.241.91crores. 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 31.03.2021 was Rs.837.49 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 analyzed 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.18.81 crores in 20-21 towards Rent of Land including GST and a cumulative payment of Rs.193.69 crores till 31.03.2021 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.

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 31.3.21 it has given a non interest bears, non refundable amount of Rs.6.64 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.444.26 crores compared to Rs.59 crores. This is a substantial increase compared to previous year. However, AMC has already identified the entries to the tune of 230.09 crores for which necessary effect will be given in ensuing year. The amount of unreconciled entries 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 which was supposed to get expire in 20-21 but an extension period of 6 months has been given to the company by AMC. 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 65-75%. 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 not received funds 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.585.90crores as Suvarna 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.160.13 crores. This will be used to provide low cost housing to poor citizens of the city.

It has received Rs.33.68 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.



AHMEDABAD MUNICIPAL CORPORATION
COMPREHENSIVE ANNUAL FINANCIAL STATEMENT
COMBINED BALANCE - SHEET OF ALL FUND TYPES
AS AT 31ST MARCH 2021

(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	137,621,759,775	94,204,991,506	(3,394,913,727)	4,250,588,231	232,682,425,785
Land Revaluation Reserve	33,665,240,106				33,665,240,106
Accounts Payable					
Members Contribution	-	5,297,382,497	-	-	5,297,382,497
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	2,024,803,336	-	-	-	2,024,803,336
Advance Rent Received	136,229,279	-	-	-	136,229,279
Deposit Other / Security	10,002,968,319	-	-	116,456	10,003,104,775
Accrued Liabilities					
Employees Benefit Payable	-	-	-	-	-
Expenses Payable	277,000,149	-	-	-	277,000,149
Salary & Wages Payable & Other Statutory Liabilities	4,938,080,177	-	-	-	4,938,080,177
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	2,371,240,204	-	-	-	2,371,240,204
Due To General Fund	-	771,918,924	3,555,757,466	-	-
TOTAL LIABILITIES	198,616,113,264	105,274,292,927	160,843,739	4,250,704,687	303,974,278,227
ASSETS					
Current Assets					
Cash & Bank Balances & Cheques On Hand	(3,035,124,814)	890,641,448	-	51,413,796	(2,093,069,629)
Investments , including accrued interest	9,589,262,605	-	-	-	9,589,262,605
Inventories	419,771,060	-	-	-	419,771,060
Account Receivable (Net Of Provision)	9,921,597,696	-	-	-	9,921,597,696
Deposits With Other	82,041,128	-	-	-	82,041,128
Advance	3,899,384,591	-	98,690,509	-	3,998,075,100
Loan To AMTS & Others	71,038,700,774	-	-	-	71,038,700,774
Grant Receivable	2,869,112,232	2,312,580,000	-	55,277,260	5,236,969,492
Due From Other Funds	(89,584,732,055)	90,178,795,336	6,760,590	3,728,852,417	-
Fixed Assets					
Property , Plant & Equipments	193,416,100,047	11,692,276,139	55,392,540	417,161,274	205,780,930,000
Capital Work in Progress					
TOTAL ASSETS	198,616,113,264	105,274,292,927	160,843,739	4,250,704,687	303,974,278,227



AHMEDABAD MUNICIPAL CORPORATION
FUND NAME : GENERAL FUNDS
BALANCE - SHEET
AS AT 31st MARCH 2021

(Rupees)

Particulars	Schedule No	General Fund
LIABILITIES 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		136,229,279
Tax Payable	B-1	2,024,803,336
Deposits and Other Security	B-2	10,002,988,319
Accrued Liabilities		
Employees Benefit Payable	B-3	-
Expenses Payable	B-4	277,000,149
Salary & Wages Payable & Other Statutory Liabilities	B-5	4,938,080,177
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		2,371,240,204
TOTAL LIABILITIES		60,994,353,489
ASSETS		
Current Assets		
Bank Balances	B-7	(3,037,765,450)
Cash Balance	B-8	2,630,637
Inventories	B-9	419,771,000
Accounts Receivable	B-10	9,921,597,696
Investments	B-11	9,553,653,116
Deposit With Other	B-12	82,041,128
Interest Accrued But Not Due		35,609,489
Grant Receivable		2,869,112,232
Advances	B-13	3,899,384,591
Loan To AMTS & Others	B-14	71,038,700,774
Inter Fund Balance	B-15	(89,584,732,055)
Fixed Assets		
Property, Plant & Equipments	B-16	193,416,100,047
Assets capitalised in General Fund		
TOTAL ASSETS		198,616,113,264
FUND BALANCES (ASSETS - LIABILITIES)		137,621,759,775



Schedule Name: Fixed Assets

Sl. No.	Group Of Assets	Sub Classification Of Assets	Department Name	Rate	Serial Book No. Or. 1-6-21	Address for 2020-21	Address from WP	Deduction/Depreciation During The Year 2020-2021	Total Gross Book	Accumulated Depreciation up to 31.03.20	Depreciation on Opening	Depreciation on Addition	Adjustment	Accumulated Depreciation up to 31-03-21	Net Book as on 31-03-2021
1	Intangible Assets	Software	Finance Department	1.25%	300013102		3007198		300013102	415182642	44222082			8629917	801532022
2	Intangible Assets	Land	Finance Department	6.00%	415182642	602119			415182642	0	0			8629917	402402960
3	Intangible Assets	Building	Finance Department	1.00%	300013102		3007198		300013102	170591245	76553552			170611296	571961753
4	Intangible Assets	Drains	Finance Department	1.00%	300013102		3007198		300013102	170591245	101732122			208845091	303118526
5	Plant & Machinery	Drainage Charging Station	Finance Department	1.00%	52919945		52919945		52919945	41151115	3817166			44420781	2070262
6	Plant & Machinery	Drainage	Finance Department	1.00%	6421517		2020194		6421517	21536354	11364054			30959555	57621745
7	Plant & Machinery	Drainage Treatment Plant	Finance Department	1.00%	120091202		120091202		120091202	80702022	42842282			124862504	37022275
8	Plant & Machinery	Drains	Finance Department	1.00%	4024198		4024198		4024198	3845545	71811			4097366	97173
9	Plant & Machinery	Water Works	Water Works	1.00%	51347111		51347111		51347111	13300222	470171			13770393	40812
10	Plant & Machinery	Water Works	Water Works	1.00%	51740222		51740222		51740222	3305767	33554			3639571	24579
11	Plant & Machinery	Water Works	Water Works	1.00%	52387176		52387176		52387176	7176457	4331466			11901923	15010271
12	Plant & Machinery	Water Works	Water Works	1.00%	100000000		100000000		100000000	60200000	6289176			66488176	15072038
13	Plant & Machinery	Water Works	Water Works	1.00%	13011144		13011144		13011144	4077537	4632464			8710001	10141355
14	Plant & Machinery	Water Works	Water Works	1.00%	200000000		200000000		200000000	148820000	148820000			148820000	148820000
15	Plant & Machinery	Water Works	Water Works	1.00%	200000000		200000000		200000000	148820000	148820000			148820000	148820000
16	Plant & Machinery	Water Works	Water Works	1.00%	200000000		200000000		200000000	148820000	148820000			148820000	148820000
17	Plant & Machinery	Water Works	Water Works	1.00%	200000000		200000000		200000000	148820000	148820000			148820000	148820000
18	Plant & Machinery	Water Works	Water Works	1.00%	200000000		200000000		200000000	148820000	148820000			148820000	148820000
19	Plant & Machinery	Water Works	Water Works	1.00%	200000000		200000000		200000000	148820000	148820000			148820000	148820000
20	Plant & Machinery	Water Works	Water Works	1.00%	200000000		200000000		200000000	148820000	148820000			148820000	148820000
21	Plant & Machinery	Water Works	Water Works	1.00%	200000000		200000000		200000000	148820000	148820000			148820000	148820000
22	Plant & Machinery	Water Works	Water Works	1.00%	200000000		200000000		200000000	148820000	148820000			148820000	148820000
23	Plant & Machinery	Water Works	Water Works	1.00%	200000000		200000000		200000000	148820000	148820000			148820000	148820000
24	Plant & Machinery	Water Works	Water Works	1.00%	200000000		200000000		200000000	148820000	148820000			148820000	148820000
25	Plant & Machinery	Water Works	Water Works	1.00%	200000000		200000000		200000000	148820000	148820000			148820000	148820000
26	Plant & Machinery	Water Works	Water Works	1.00%	200000000		200000000		200000000	148820000	148820000			148820000	148820000
27	Plant & Machinery	Water Works	Water Works	1.00%	200000000		200000000		200000000	148820000	148820000			148820000	148820000
28	Plant & Machinery	Water Works	Water Works	1.00%	200000000		200000000		200000000	148820000	148820000			148820000	148820000
29	Plant & Machinery	Water Works	Water Works	1.00%	200000000		200000000		200000000	148820000	148820000			148820000	148820000
30	Plant & Machinery	Water Works	Water Works	1.00%	200000000		200000000		200000000	148820000	148820000			148820000	148820000
31	Plant & Machinery	Water Works	Water Works	1.00%	200000000		200000000		200000000	148820000	148820000			148820000	148820000
32	Plant & Machinery	Water Works	Water Works	1.00%	200000000		200000000		200000000	148820000	148820000			148820000	148820000
33	Plant & Machinery	Water Works	Water Works	1.00%	200000000		200000000		200000000	148820000	148820000			148820000	148820000
34	Plant & Machinery	Water Works	Water Works	1.00%	200000000		200000000		200000000	148820000	148820000			148820000	148820000
35	Plant & Machinery	Water Works	Water Works	1.00%	200000000		200000000		200000000	148820000	148820000			148820000	148820000
36	Plant & Machinery	Water Works	Water Works	1.00%	200000000		200000000		200000000	148820000	148820000			148820000	148820000
37	Plant & Machinery	Water Works	Water Works	1.00%	200000000		200000000		200000000	148820000	148820000			148820000	148820000
38	Plant & Machinery	Water Works	Water Works	1.00%	200000000		200000000		200000000	148820000	148820000			148820000	148820000
39	Plant & Machinery	Water Works	Water Works	1.00%	200000000		200000000		200000000	148820000	148820000			148820000	148820000
40	Plant & Machinery	Water Works	Water Works	1.00%	200000000		200000000		200000000	148820000	148820000			148820000	148820000
41	Plant & Machinery	Water Works	Water Works	1.00%	200000000		200000000		200000000	148820000	148820000			148820000	148820000
42	Plant & Machinery	Water Works	Water Works	1.00%	200000000		200000000		200000000	148820000	148820000			148820000	148820000
43	Plant & Machinery	Water Works	Water Works	1.00%	200000000		200000000		200000000	148820000	148820000			148820000	148820000
44	Plant & Machinery	Water Works	Water Works	1.00%	200000000		200000000		200000000	148820000	148820000			148820000	148820000



AHMEDABAD MUNICIPAL CORPORATION
Schedules attached to
Comprehensive Annual Financial Statement
As at 31st March 2021

Schedule No : B-1

Schedule Name : Tax & Other Payable

Name Of the Tax & Other Payable	Amount
FOR STATE EDUCATION CESS	-268479430
FOR UNISSUED CHEQUES	8954257
FOR PROPERTY TAX REFUND	-505841
FOR PENAL INTEREST ON PROPERTY	1523126
FOR INCOME TAX DEDUCTED AT SOU	135923821
Bond Debenture Application Amount	1363
PREMIUM ON REDEMPTION OF BONDS	771812
GPF Authority	696563
VS Hospital Vehicle Loan	722587
Contribution Dharoi Yojana Vasna	46685377
NOTICE FEE REFUND	244736
Warent Fees Refund	946
VEHICLE TAX REFUND	-163232
OTHER TAX REFUND	6057
INCOME TAX SUR CHARGE	18107
SALES TAX DEDUCTED AT SOURCE	47675207
TAX COLLECTED AT SOURCE	27939
SERVICE TAX- SALE OF SPACE	-24938798
INT ON SERVICE TAX OF SALE OF	6311792
TAX COLLECTED AT SOURCE	-2687634
CONSTRUCTION CESS(TDO)	262184462
INCOME TAX (PREVIOUS YEAR)	2417466
SERVICE TAX - Mandapkeeper Hal	-14309300
SERVICE TAX - RENT OF IMMOVABL	-3584442
Mandap Keeper Service Tax Interest	12365
Immovable Property Service Tax Interest	121
Recovery of old service tax on	7384748
NEW P.F AUTHORITY	11587
RTGS, ECS, NEFT, TRANSFER CANCEL PAY ORDER	-3854288
OTHER	1710758069
194-J UNDER PROFESSIONAL TDS	2998789
DEATH-BIRTH REGISTRATION FEE SUBMIT TO STATE GOV.	28188278
MARRIAGE REGISTRATION FEE SUBMIT TO STATE GOV.	3593357
SERVICE TAX OF SWACHHA BHARAT ABHIYAN	326144
KKC	359512
Other Charges	18186
NATIONAL ARMED FLAG DAY INCOME	128092
Fee Charges & Deposit Payment	-131633
TDS on Interest 94A	1042809
Output CGST 9%	-5761197
Output SGST 9%	-11287896
TDS On CGST	22334828
TDS On SGST	22334828
TDS On IGST	3837159
ROUNDING OFF OF GST	10831
Previous GST/TDS	1170587
Fund Received from Other Institution	73567705
New Merged Area Collection	10121000



Other Payable	3899129
Other Mis Payable Account	-45756716
Total	2024803336



Schedule No : B-2**Schedule Name : Deposit & Other Security**

Nature Of Deposits	Amount
DEPOSITS	635623187
EMD FROM SUPPLIERS	204711837
EMD FROM CONTR.(OTHER THAN CAP	504386127
EMD FOR CAPITAL CONTRACTS	119315993
SD FROM SUPPLIERS	230100431
SD FROM CONTR.(OTHER THAN CAPT	575791230
SD FOR CAPITAL CONTRACTS	16555257
SD FROM EMPLOYEES	-469585
SD FROM CONSUMERS/USERS	47951026
OTHER SECURITY DEPOSITS (SD)	272065628
RETENTION MONEY FROM SUPPLIERS	89644418
RETENTION MONEY FROM NON C.W.C	6468850
RETENTION MONEY FROM CONTRACTO	1658332992
OTHER RETENTION DEPOSITES	-304314182
OCTROI DEPOSIT	23302855
PUB.DEP. FOR WATER CONNECTION	9433041
PUB. DEP. FOR DRAINAGE CONNECTI	6255416
PUB. DEP. FOR STREET LIGHT	13936831
PUB.DEP. FOR ROADS	7694874
DEPT. FOR SCRUTINITY FEE	9242675
DEVELOPMENT CHARGES DEPOSIT	112552441
AUDA DEPO.FOR DISPOSAL OF EFFL	51560515
CHANTAR DEPOSIT	4593119
AMUSEMENT PARK DEPOSITES	55347
MISC. DEPOSITES	93696747
MUNI.COUNCILLAR'S GRANT DEPOSI	-188132
WATERPARK INCOME DEPOSIT	960667
FIRE SAFETY INSTALLATION DEPOS	2169174
RECEIPT FROM GSDMA-WB FOR RESC	-963966
OTHER DEPOSIT	3931950
TELEPHONE AUTHORITY(PAYMENT)	-3631809
A.E.C. AUTHORITY(PAYMENT)	-378748151
J.N.U.R.M. SANAND NAGARPALIKA GRANT	-26243486
SOCIETY DEPOSIT	57500
BOPAL-GHUMA BRTS	-120258419
DEPOSIT OF COMMUNITY HALL RENT	206394026
HUDKO LOAN SRFDCL ADVANCE	320546252
Smart City	2648621276
OTHER DEPOSIT	162534485
OTHER RESERVES	2799210661
Earnest Money Deposit -Nagarpalikas	45000
Security Deposit -Nagarpalikas	58816
Rent Deposit	6600
Other Deposit	-1095
Total	10002988319



Schedule No : B- 3

Schedule Name : Employee Benefit Payable

Nature Of Benefit	Amount
Employee benefit Payable	0
Total	0

Schedule No : B- 4

Schedule Name : Expenses Payable

Nature Of Expenditure	Amount
Electricity Payable	238498504
Telephone Payable	2271508
Interest Payable on Bond but not due for Payment	36230137
Total	277000149



Schedule No : B- 5

Schedule Name : Salary & Wages Payable

Nature Of Payments	Amount
NET AMOUNT PAYABLE	549681136
UNPAID SALARIES	5677910
UNPAID HONORARIUM	49288
UNPAID BONUS	-13192
REIMBURSEMENT OF LEAVE TRAVEL	-83775
REIMBURSEMENT OF MEDICAL EXPENCES	-329289
LEAVE ENCASHMENT	-376028699
UNIFORM	-5228
GROUP INSURANCE PREMIUM	-56386172
EMPL'S CONTRIBUTION TO ESIS	-505446
ESIC Corporation	-606830
Contribution to CPF by Corporation	564122
Pension Deputatiosta	5208
INCOME TAX DEDUCTED AT SOURCE	65642778
PROFESSIONAL TAX	11258766
FINES AND NOTICE PAY	341258944
LIFE INSURANCE PREMIUM (LIP)	34163737
INCOME TAX- PENALTY	95783
MUNICIPAL CO -OPERATIVE BANK	2454046
EMPLOYEE'S CONTRIBUTION TO CPF	-2002933
EMPLOYEE'S CONTRIBUTION TO GFP	3222474812
EMPLOYEE'S CONTRIBUTION TO EPF	40661337
REVENUE STAMP	-87148
AMC STAFF KAMDAR CREDIT SOCIET	-3465004
SAFAI KAMDAR SOCIETY	88054
FOURTH CLASS KAMDAR SOCIETY	550
NEW MUNICIPAL KAMDAR SOCIETY	-389616
A'BAD RUSHI KAMDAR SOCIETY	733616
FIRE CREDIT SOCIETY	370250
SALARY REVISION AWARD	-34612246
MUNI. EMP. CREDIT & SUPPLY SOC	3381886
HEALTH TECH. STAFF CREDIT SOC.	403100
CENTRAL WORKSHOP CREDIT SOC.	-183960
AROGYA PARIVAR CREDIT & SUPPLY	5448
DA DIFF.(EPF) CONTRIBUTION OF	19179074
AMC EMP CLASS 2,3 SOCITY	398212
MU. SERVANT CO. OP. CREDIT AND	-219756
MUNICIPAL BANK (WALEFARE FUND	-1018845
MUNI. STAFF KAMDAR SOCIETY (W	11366961
SAFAI KAMDAR SOCIETY (WALEFAR	629336
AROGYA RUSHI KAMDAR SOCIETY (825475
MUNI. SERVANT SOCIETY (WALEFA	248916
FIRE BRIGADE CREDIT SOCIETY (180463
MUNI. EMPL.CREDIT & SUPPLY SOC	2942423
HEALTH TECHNICAL CREDIT SOCIET	169652
CLASS 2-3 CREDIT SOCIETY (WAL	109309
life Insurance(Micro)	-2900815
PF Deduction-New pension schem	112895540
NEW P.F SIX PAY ARREARS	-887772
Safai Kamdar Deduction under Babasaheb Ambedkar	85841998
Minimum Wages EPF	1630517
SALARY FROM BANK	101985048
OTHER DEDUCTIONS	112038562
Other ROUNDING (CREDIT)	688394603
Total	4938080177



Schedule No : B-6**Schedule Name : Loan From Govt and Financial Institution**

Name of the Loan	Amount
Secured Loan : I	
GSFS Loan	0
Hudco Loan	0
Total	0
Unsecured Loan : II	
Government Loan	801000000
AMC MET	1430472000
Total	2231472000
Loan Of Nagarpalika : III	
LIC Loan	0
Total	0
Total (I + II + III)	2231472000

Schedule No : B-7**Schedule Name : Bank Balance**

Bank Name	Amount
ICICI BANK MAIN ACCOUNT	144886807
ICICI BANK	993553
Axis Bank	678
CENTRAL BANK OF INDIA - M.MKT.	1380009
Dena Bank SB-009710023759 SB	371320
HDFC A/C NHL	284628
HDFC A/C NO.50100146210408	2910203
ICICI BANK A/C.002405001074 (Grant a/c)	4788156
ICICI BANK AC 002405001075	259069
ICICI BANK LTD. 002405010314	988
ICICI BANK ACCOUNT (online receipt)	1077898
INDIAN BANK A/C.05747(18424)	3069478
KALUPUR COM.CO.OP.BK-7063	11378
ORIENTAL BANK OF COMM A/C20950	18927
SBI COMP.(GIS A/C)1000050050	1451905
UNION BANK OF INDIA(ESC)23210	90293
ICICI Aff. Hou. Phase-I	29402660
Kotak Aff.Hou.Phase-I current	14793845
Kotak Aff.Hou.Phase-I SAVING	7815241
CENTRAL BANK AMC KLF saving account	665490
AMC Aff.Hou. Phase-II ICICI	42366631
Kotak Aff.Hou.phase-II saving	31432787
ICICI AMC Adv. Rights	4881476
Kotak Aff.Hou.phase-III saving	74806219
AMC Aff.Hou. Phase-III ICICI saving	2843855
INDUSIND BRANCH COLLECTION	8176016
AXIS BRANCH COLLECTION	41084
KOTAK DBC BRANCH COLLECTION	5555642
AMC Aff. Hou. Phase-IV ICICI saving	2706990
AMC AFF. HOu. Phase-IV KOTAK saving	82056013
AXIS SAVING ACCOUNT	6159607
kotak EDC receipt fee	440925
ICICI BANK AMRUT YOJNA	4813004
SBI.70240 BOND CURRENT ACCOUNT	11000



INDUSIND BANK investment saving a/c	6611952
ICICI 25469 AMC ESCROW ACCOUNT	85775707
ICICI 25470 AMC DEBT SERVICE ACCOUNT	24394899
ICICI 25471 AMC BOND DEBT SERVICE ACCOUNT SERIES 1	2900000
ICICI 25473 AMC INTEREST PAYMENT ACCOUNT SERIES 1	89560660
ICICI 25474 AMC SINKING FUND ACCOUNT SERIES 1	610169491
ICICI AMC AFFORDABLE PHASE-5	2078072
KOTAK AMC AFFORDABLE PHASE-5	4442911
BANK OF BARODA SWATCHTA MISSION SB	28622
HDFC AMC BRANCH COLLECTION	9711
KOTAK AMC LIG PMAY EMD DEPOSIT PHASE 2	1460788
ICICI Bank 2405001599 WZ	121449
ICICI Bank Ltd. 2405001576 CZ	1253
ICICI Bank Ltd. 2405008494 NZ	7435270
ICICI Bank Ltd. 624405031689 EZ	211068
ICICI Bank Ltd. 8523 SZ	947608
ICICI BANK LTD. Zonal receipt cz	3992318
ICICI BANK LTD. Zonal receipt ez	4198355
ICICI BANK LTD. Zonal receipt wz	11845650
ICICI BANK LTD. Zonal receipt nz	6192946
ICICI BANK LTD. Zonal receipt sz	15998017
ICICI BANK LTD. Zonal receipt nwz	11878
ICICI BANK LTD. Zonal receipt SW	4683785
ICICI BANK LTD. Zonal receipt NW	33786738
ICICI BANK LTD. Zonal PAYMENT SW	48856



ICICI BANK LTD. Zonal PAYMENT NW	66605
Chques On Hand	276659
ECS On Hand	100000
Payorders On Hand	-1227
Unreconciled bank cheque adjustment account	-4442572194
Total	-3037755450

Schedule No : B- 8

Schedule Name : Cash on Hand

Particular	Amount
Cash On Hand	1842744
Imprest Cash	787693
Total	2630637

Schedule No : B- 9

Schedule Name : Inventory

Department	Amount
Central Workshop	37760522
Central Medical Store	106357815
Jamalpur Light Department	4315024
Central Store	271337699
Total	419771060



Schedule No : B- 10

Schedule Name : Account Receivable

Department	Amount
Property Tax :	
2000_01	5588439491
2001_02	415522685
2002_03	521648992
2003_04	547667337
2004_05	520690000
2005_06	555057311
2006_07	472107790
2007_08	539350986
2008_09	614701422
2009-10	728998586
2010-11	882861719
2011-12	922755224
2012-13	970562194
2013-14	1971332742
2014-15	2543283672
2015-16	3430088785
2016-17	1553550070
2017-18	1728999130
2018-19	3365670153
2019-20	1553913999
2020-21	4590544000
Vehicle Tax	0
Theator Tax	0
Less : Provision For Doubtful Debts (Property Tax)	24096148591
Less : Provision For Doubtful Debts (Vehicle Tax & Theator Tax)	0
Total	9921597696



Schedule No : B- 11**Schedule Name : Investment**

Investment	Amount
Canara Bank	1011909
HDFC Bank Limited	211317552
ICICI Bank Limited	500228649
Indian Bank	46239760
District Treasury office, Ahmedabad	8374855246
SRFDCL	220000000
(0.001% Convertible Non-Cumilitive Preference 22,00,000 Shares)	
Sabarmati River Front Development Board Corporation Ltd.	200000000
(Unquoted)	
(2,00,00,000 Equity Share of Rs.10 each fully paid up)	
Total	9553653116

Schedule No : B- 12**Schedule Name : Deposits With Others**

Deposit	Amount
Telephone & Telex	1092606
Other Deposit	17703850
Electricity	63244672
Total	82041128

Schedule No : B- 13**Schedule Name : Advances to Employee**

Type of Advance	Amount
Festival Advance	17872855
Food Grain Advance	2234516
Salary Advance	-96855742
Travelling Advance	5944313
Employee GPF Advance	330425460
C.P.F ADVANCE	32044510
G.P.F ADVANCE	92201249
CPF/GPF/EMPLOYEE AUTHORITY	5160921672
Total (A)	5544788833



Schedule Name : Advances to Traders & Contractors

Type of Advance	Amount
Advance to Contractors for Capital Work	111832268
	89731971
Advance to Contractors for other than Capital Work	-1899747054
	-13999
	49484
Advance for other misc Capital work	902372
Advance to Credit Society for Safai Kamdar	6084000
Other Advance	45756716
Total (B)	-1645404242

Total { A + B }	3899384591
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Schedule No : B- 14**Schedule Name : Loan to Employee**

Particular	Amount
Vehicle Loan to Employee of A.M.C	180268
Loan to Employee For Purchase of New House	-28874847
Loan To Employee For Repairing Of House	1937491
Loan To Employee For Renovation of House	197500
Total	-26559588

Schedule Name : Loan to others

Particular	Amount
Loan to Sabarmati River Front Development Corporation Ltd	16603956636
Loan to Ahmedabad Jan Marg	4331600680
Ahmedabad Education Trust	100000000
BRTS	9798423744
Urban Transport	72325916
Smart City	2828578724
World Heritage City Trust Loan	66400000
Loan to VS	3127301889
Loan To A.M.T.S	34136672773
Total	71065260362

Total	71038700774
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Schedule No : B- 15**Schedule Name : Inter Fund Balance**

Particular	Amount
Municipal Bond 2018-19	771918924
GMFB Grant For UBSP Common Project	-129610322
13TH Finance Commission	-978521996
14TH Pay Commission	-4236567584
15th Pay Commission	-929964845
CM Grant Suvama Jayanti Shehri Vikas	-61637513975
CM EWS & LIG	-10883499480
GMFB Grant for Entertainment	-794823071
JNURM	-6700165509
Nirmal Gujarat	-88641099
Sabarmati River Shuddhikaran	-334868434
MLA Grant	-1500383174
MP Grant	-1373758659
AMC Metro Rail	154083049
Prime Minister Aavas Yojna	-1464599024
Slum Net Working Project	-16213200
Rajiv Aavas Yojna	-836497383
Intergraded Child Development Project Department	-6760690
Shan Kutumb Kalyan Kendra	2546641
Welfare Fund	3399127776
Total	-89584732055



AHMEDABAD MUNICIPAL CORPORATION
FUND NAME : GENERAL FUNDS
COMBINED STATEMENT STATEMENT OF REVENUES EXPENDITURES AND
CHANGES IN FUND BALANCES
FOR THE PERIOD FROM 1-4-2020 to 31-03-2021

Particulars	Schedule No	General Fund
REVENUES		
Revenue Grants	A-1	24,363,428,530
Tax Revenues		
Rent Rates & Taxes	A-2	14,341,896,656
Non - Tax Revenues		
Fees Fines & User Charges	A-3	7,029,591,477
Interest Income	A-4	2,234,574,482
Income From Sale	A-5	89,940,282
Misc. / other income	A-6	3,974,365,514
TOTAL REVENUES		52,033,796,941
EXPENDITURE		
Administrative and General Expenses		
Salary & Wages	A-7	15,248,006,870
Fees & Charges	A-8	48,951,211
Administrative Expenses	A-9	1,607,460,489
Grant & Programme Expenses	A-10	14,831,169,438
Repairs & Maintainance	A-11	5,855,570,271
Interest & Bank Charges	A-12	291,263,059
Electricity Charges		2,477,250,042
Stores & Consumables		1,189,220,554
Provision For Property Tax		2,519,577,034
TOTAL EXPENDITURES		44,068,468,968
Profit before Depreciation		7,965,327,974
Less : Depreciation		1,512,192,768
EXCESS OF REVENUES OVER EXPENDITURES		6,453,135,206
Additions during the year		
Excess / (Deficiency) of Current Year		6,453,135,206
Fund Balances Transfer To General Fund 31st March 2021		6,453,135,206



AHMEDABAD MUNICIPAL CORPORATION
FUND NAME : GENERAL FUNDS
COMBINED STATEMENT STATEMENT OF REVENUES , EXPENDITURES AND
CHANGES IN FUND BALANCES
FOR THE PERIOD 1-4-2020 to 31-03-2021

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

Schedule No. A-1
Revenue Grants

Grant-Education	3,497,240,246
Grant-Education Cess	774,453,419
Grant- Census	14,267,304
Grant-Covid	4,278,425,803
Grant-Family Planning	8,416,939
Grant- Urban Community Development	308,991,000
Traffic Signal Subsidy	47,343,067
Grant -ICDS	479,624,055
Grant-P.P. Programme	159,964
Grant - Professional Tax	-
Grant- Sabermati	-
GMFB Grant Professional Tax	55,428,546
Golden Jubilee Employment Scheme	255,500
Grant- Road Maintenance Subsidy	-
Grant Receivable	2,869,112,232
Grant-GUHP	20,000,000
Grant-Health	62,965,760
Grant Receivable	34,218,750
Grant - In Liew of Octroi & Nagarpalika	10,458,035,732
Grant-Atmanirbhar	854,800,000
Grant-Solid Waste Management	42,500
Grant- Specific	601,647,713
Total	24,363,428,530

Schedule No. A-2
Rent,Rates & Taxes

Property Tax	11,262,760,000
Vehicle Tax	883,278,855
Theator Tax	1,535,442
	23,785,936
Professional Tax	1,671,882,360
Entertainment Tax	-
Fire Tax	238,160,826
Advertisement From Own & Private Property	12,388,057
Lease Land Rent	2,630,507
Free Hold Land Rent	83,211,964
Rent From Offices, Shop & Stalls	8,802,922
Rent From Stadium	1,494,000
Rent From Hall	15,708,591
Rent From Quarters(Labour,Slum & Others)	9,649,337
Rent From Picnic House & Guest House	947,536
Rent From Parking Plot	8,195,408
Rent From Vehicle & Machinery	54,929
Rent From Open Air Theator	509,248
Other Rent	5,969,722
Dubba Act Income	2,291,000



Nursing Home Registration Income	2,215,100
Other Charges	95,296
Shop Establishment & Renewal Charges	392,451
Income From Other Act, RTI & Tax	5,389,819
Betterment Charges	86,149,820
Rent From Water/Drainage/Sewerage Line	666,500
Telephone line rent	33,742,029
Total	14,341,896,656

Schedule No. A-3
Fees Fines & Other Charges

Income From Public Places Entry Fess	10,118,111
Kids City Entry Fees	314,170
Zoo Entry Income	17,916,750
Municipal Corporation Right Income	2,580,946
Gift Income	2,000
Local Fund & Irrigation Cess/Grant	5,405,136
Water Connection Fees/Charges/Supply Charges	191,957,835
Name Transfer Fees	24,968,072
Ambulance Charge	2,083,635
Medical Service Charge & Fees	39,375,333
Licence Fees	2,832,017
Permit Fees	99,894,343
Building & Plant Scrutiny Fees	309,196,933
Slaughter House Fees	335,421
Parking Fees	1,009,007
Sample Testing Fees	3,830,725
School & College Fee	36,621
Birth & Death Registration Fees	5,897,900
Other Registration Fees	3,052,835
Stand Fees	142,460
Rasta Kapat Fees	70,902,243
Drainage Charges & Connection Fees	72,920,725
Copy & Comparing Fees	726,100
Licence Fees	17,202,230
Renewal Registration Fees	281,620
Sale Of Quarters On Hire	1,608,736
Income From Development of Commercial Plot of AMC	61,012
Development Charges	67,107,463
Betterment Charges	28,205,403
Extra F.S.I. Fees	3,659,250,634
F.S.I Fees under CBD	34,173,725
Withdrawal of Garbage Fees	550,950
Impact Fees Otherthan Parking	2,550,687
Fire Safety Charges & N.O.C. Limit	20,362,727
Tree Plantation Fees	66,387,000
Zonal Administrative Charges	448,530,021
Building Debris Renewel Charges & Non T.P.& Betterment Charges	443,346,992
Betterment Charges	6,472,000
Impact Fees Parking	256,500
B.U. card fee and water meter fee charges	27,779,200
Admin Charges	21,106,157
BRTS Corridor FSI Charges	571,707,372
Training Fees	156,000
Licence/Lease Charges	735,484
Door to Door Waste Collection Charges	550,975,057
Other Charges & Fees	195,285,190
Total	7,029,591,477



Schedule No. A-5
Income From Sale

Scrape Sale	33,298,967
Sale Of Books	1,831,529
Sale Of Fertilizer	535,053
Sale Of Woods	1,931,884
Sale Of Tender Form & Other Forms	25,781,705
Sale Of Diary	20,800
N.O.C For 40 Ch. Meters	139,300
Other Sale	26,401,044
Total	89,940,282

Schedule No. A-4
Interest Income

Interest On Bank Deposit	374,671,260
Interest on Deposit with Ahmedabad District Treasury office	837,253,072
Interest On Loan Given To Employee	296,067
District Treasury	442,343,058
Penal Interest	554,647,175
Pre Repayment Charges On Welfare Loan	2,130,679
	-
Other Interest	23,233,161
Total	2,234,574,482

Schedule No. A-6
Other Income

Loan Staff Recovery	234,581,942
Penalty Income From Traders,Contractors & Others	140,769,542
Cease Of Deposits	2,808,501
Other Penalty	2,266,608
Recruitment Application Form Fees	18,576
Premium Income	3,290,949,934
Amount Received From Other Institution	73,567,705
New Merged Area Colleciton	10,121,000
Employee Fine	3,539,026
Chantar Fee Income	126,977,928
Membership fee & Risk Fund Welfare Fund	7,109,384
Income From SRFDL	36,159,857
Other Income	45,497,511
Total	3,974,365,514

Schedule No. A-7
Salary & Wages Expenses

Salary & Bonus	10,130,366,486
Employee PF Account, EPF	1,862,892
Death Benefit given to Employee	-
Stipend	22,704,147
Honarium Payment	-
Reimbursement of Telephone Expenses	70,614
Reimbursement of Petrol	-



Leave Travel Concession	3,721,827
Reimbursement of Medical Expenses	20,248,837
Uniform Allowance	2,313,512
Award to Employee	-
Contribution to Death Relief fund	495,983
Employee link insurance	72,454
Vehicle Allowance	(940,786)
N.P.S. amc contribution	414,414,475
CPF Contribution	-
DLIC	6,242,740
Family Pension	3,662,963,186
Gratuity Expense	633,753,044
Audit Fees	-
Help to Employees who Expires On Duty	49,500,000
Leave Encashment	300,217,460
Total	15,248,006,870

**Schedule No. A-8
Fees & Charges**

Survey Fees	6,255,920
Inspection & Sample Testing Charges	377,023
Membership Fees	-
Legal Fees	16,057,831
Consultancy Fees	9,923,876
Licence Fees	4,168,761
Plan & Document Preparation Charges	-
Survey Demarkation Exps.	-
Annual Membership Fees Of All India Council Of Mayors	23,600
	-
Auditors Fees & Exps.	10,582,400
City Managers Associations Fees	500,000
	-
Listing Fees	-
Registration Fees	-
City Bond Rating Fees	1,062,000
Total	48,951,211

**Schedule No. A-9
Administrative Expenses**

Petrol & Diesel & Machine Oil Expenses	184,150,574
Gas	446,573
Lubricant Oil	7,526,782
Administrative Exps.	
Vehicle Running Expenses	29,399,208
Advertisement & Publicity Expenses	38,523,336
Population Counting Exps.	15,396,975
Municipal Councilar Oneraloum & Dearness	31,466,915
Committee Expenses	5,128
Seminar Expenses	-
Octroi	-
Tax Rebate	538,258,207
Staff Training	1,318,218
Election Stationery & Printing	259,497



Election Expenses	25,310,821
Legal Expenses Of M.A.C.T	1,770,329
Telephone Expenses	24,450,095
Postage & Telegram	1,550,348
Discretionary Contingency	1,023,492
Misc. Office Expenses	33,850,396
Printing & Stationery, Xerox Exps	31,373,263
Rent Of Building	45,995
Rent Of Vehicle	169,477,340
Taxes	14,988,384
Rate	-
Insurance- Cash On Hand	81,184
Insurance- Other	3,448,912
Books & Periodicals	710,865
Security Guard Expenses	262,888,695
Traveling Expenses	175,793
Mayershree Painting Exps.	-
Festival Expenses- Annual Sports, Vedio Graphy, Photography, Recreation	189,563,166
Total	1,607,460,489

Schedule No. A-10
Grant & Programme Expenses

All Service Expenses	1,873,943,846
Municipal Counciller Expenses	-
Expenses From Mayers Budget	-
Expenses From Deputy Mayers Budget	-
Expenses From Chairman Of Standing Committee Budget	-
Deshilting Charges	-
Work For Slums	116,717,777
Sabarmati River Development Work	-
Slump Upgradation of Residence	-
Safai Kamdar Yojna Work	-
Effluent Collection & Disposal Exps	408,539,298
60% Contribution Road Exps	-
All Other Expenses	851,182,939
Programme Expenses	3,400,293,567
Grant Expenses	8,178,666,631
Grant & Contribution	1,825,380
Total	14,831,169,438

Schedule No. A-11
Repairs & Maintainance

Maintainance - Building	23,068,466
Maintainance - School & College Building	3,771,233
Maintainance - Building Quarters	1,343,497
Maintainance - Hall	10,677,654
Maintainance - Hospital Building	269,363
Maintainance - Misc. For other Blg.	4,317,700
Maintainance-Water Works & Pipe Lines	134,759,907
Maintainance-Water Pumping Stations	2,514,963
Maintainance-Raska Water Cess	1,143,124,548
Maintainance- Power Pump, Compressor & Mahcinery	359,810,333



Maintenance- Traffic Signlas	661,569
Maintenance- Fire Equipments	9,992,612
Maintenance-All Equipments	49,048,092
Air Quality Monitoring System	94,764
Maintenance-Roads /pavements Asphaltng	86,789,282
Maintenance- Pond	19,245,275
Maintenance- Street Light	291,657,550
Maintenance - Gardens /parks/playgrounds/Swimming Pool	162,493,742
Maintenance - Other Public Places	1,926,338
Maintenance - Slaughter House	21,614,409
Maintenance - Pay & Use Toilets	60,835,198
Expenses -SRDFL	125,537,931
Maintenance - Historical Places	1,262,663
Maintenance - Kids City	2,725,067
Maintance Rain Basera	12,313,775
Maintenance- Draiage Pipeline	88,833,093
Maintenance- Storm Water Drain	30,273,292
Maintenance-Motor Car/Jesp/Road Roller/Bus/Ambulences/others	20,409,970
Door to dump work exp. And container exp.	1,478,406,087
Loading & Unloading Of Garbage Expenses	676,032,684
O and M Solid Waste Management /Refuse Station	897,387,556
Parking Center	748,589
Other Loading & Unloading Expenses	20,099,615
Construction Debriz	47,747,005
Bio Medical Waste	19,774,843
Maintenance-Furniture & Fixtures	14,199,839
Maintenance-Office Equipments	31,803,768
Total	5,855,570,271

Schedule No. A-12
Interest & Bank Charges

Interest On Public Bond	174,237,054
Interest on Government Loan	80,100,000
Bond Interest Payable	36,230,137
Bank & Finance Charges	695,868
Total	291,263,059



AHMEDABAD MUNICIPAL CORPORATION
FUND NAME : CAPITAL PROJECTS & DEVELOPMENT FUNDS
COMBINING BALANCE - SHEET
AS AT 31ST March 2021

Particulars	Schedule No	Municipal Board 2018-19	GMFB Grant For USSP Common Project	13TH Pay Commission	CM Grant Supreme Jayanti Shetri Nikas	JHURN	GMFB Entertainment Tax	Nirmal Gujarat	Sabarmati River Shuddhikarn	C.M. EMS & LJO	14th Pay Commission	15th Pay Commission	Prime Minister Awas Yojna	(Rupees)
LIABILITIES AND FUND BALANCES														
Capital Balance		-	130,600,081	994,011,450	64,715,659,661	8,506,004,163	803,168,619	106,309,979	2,072,900,000	2,814,797,822	8,497,593,130	2,730,800,000	4,779,741,401	94,204,991,286
Current Liabilities						194,787,639	-	-	-	8,096,714,938	-	-	5,880,000	8,267,282,497
Members Contribution						-								-
Capital Reserve Against M Bond Advances 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
Out to Other Fund														-
General Fund		771,918,924												771,918,924
Total Liabilities		2,771,918,924	130,600,081	994,011,450	64,715,659,661	8,700,791,802	803,168,619	106,309,979	2,072,900,000	10,911,512,580	8,497,593,130	2,730,800,000	4,779,621,401	105,274,292,027
ASSETS														
Current Asset														
Bank Balances	B-4					606,293						860,036,155		860,641,448
Investments	B-5													-
Grant Receivable					1,402,000,000							910,000,000		2,312,000,000
Govt. Subsidy Receivable														-
Stock in Trade														-
Fixed Assets														
Property, Plants & Equipments														-
Assets Capitalized in General Fund														-
Capital Work in Progress	B-6	2,771,918,924	994,705	15,489,454	1,730,165,886		8,385,548	17,668,883	1,726,031,566	26,013,200	2,261,025,548		3,215,022,277	11,892,276,139
Due From General Fund			129,610,522	978,521,996	61,537,513,975	8,700,185,509	794,822,071	88,641,000	334,898,434	10,883,499,480	4,235,967,584	509,964,845	1,464,999,024	96,178,795,339
Total Assets		2,771,918,924	130,600,081	994,011,450	64,715,659,661	8,700,791,802	803,168,619	106,309,979	2,072,900,000	10,911,512,580	8,497,593,130	2,730,800,000	4,779,621,401	105,274,292,027



AHMEDABAD MUNICIPAL CORPORATION
FUND NAME : SPECIAL REVENUE FUND
COMBINING BALANCE - SHEET
AS AT 31ST MARCH 2021

(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)	-	(3,399,127,776)	(3,394,913,727)
Due to/(from) other Funds		-	2,546,641	154,083,049	3,399,127,776	3,555,757,466
Current Liabilities						
Sundry Creditors		-	-	-	-	-
AMC Metro Rail				-		-
Total Liabilities		6,760,690	-	154,083,049	-	160,843,739
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		-	-	55,392,540		55,392,540
Grant Receivable		-	-			-
Total Assets		6,760,690	-	154,083,049	-	160,843,739



AHMEDABAD MUNICIPAL CORPORATION
 FUND NAME : TRUST & AGENCY FUNDS
 COMBINING BALANCE - SHEET
 AS AT 31ST MARCH 2021

Particulars	Schedule No	MLA Grant	Slum Net Working Project	Safai Kamdar Rahat Yojna	MP Grant	Contributory Scheme For Infrastructure	Rajiv Awas Yojna	Total
LIABILITIES AND FUND BALANCES								
Fund Balance		1,939,677,366	16,176,613	-	1,442,593,028	-	852,141,234	4,250,588,231
Accounts Payable		-	-	-	-	-	-	-
Contractor Dues		-	-	-	-	-	-	-
Tax Payable	B-1	-	-	-	-	-	-	-
Deposits and Other Security	B-2	79,869	35,587	-	-	-	-	115,456
Due To General Fund		-	-	-	-	-	-	-
Total Liabilities		1,939,757,225	16,213,200	-	1,442,593,028	-	852,141,234	4,250,704,687
ASSETS								
Current Assets								
Bank Balances	B-3	21,522,648	-	-	29,691,088	-	-	51,413,736
Investment		-	-	-	-	-	-	-
Grant Receivable		52,727,000	-	-	2,550,260	-	-	55,277,260
Fixed Assets								
Property, Plants & Equipments		-	-	-	-	-	-	-
Assets Capitalised In General Fund		366,124,402	-	-	36,363,020	-	15,543,851	417,461,274
Capital Work In Progress	B-4	1,500,363,174	16,213,200	-	1,373,758,659	-	636,487,383	3,726,652,417
Due From General Fund		-	-	-	-	-	-	-



Schedule No : B-4

Schedule Name : Capital Work In Progress

Particulars	MLA Grant	Stum Net Working Project	Safal Kamdar Rahat Yojna	MP Grant	Contributory Scheme For Infrastructure	Rajiv Aavas Yojna	Total
Capital WIP	1488895201	1223453953	413158400	1237445668	3854833058	979706221	9,013,790,428
Add: For the year	220843141	0	0	16384504	0	411218	237,538,863
Total	1707538342	1223453953	413158400	1253830502	3854833058	980117439	9253429291
Less : Assets Transfer to General Fund	1342413940	1223453953	413158400	1217437481	3854833058	564473588	8,051,316,841
Capital WIP	365124402	0	0	36393020	0	15643951	417,161,274



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 case 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	60 Yrs	1.65%
	And Street Lights		
	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 depreciation 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% |



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, 2021 and additions during the year 2020-21. 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.7823138/-. 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 2020-21 to arrive at the closing WIP as on 31st March 2021 in absence of specific data from concerned departments

During the financial year 01/04/2020 to 31/03/2021 the total asset transferred to Fixed asset is Rs.10,666,39,70,849/- as on 31/03/2021. The WIP up to 31/03/2019 is identified and transfer to respective head of assets on 31/03/2021. Some of housing project has been under process of identification and the same has been transferred to Profit and loss account/inventory at the time of delivery of property to buyers.

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, 2021 are taken as per the actual bank balances Opening balances as on April 1, 2020 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. 444,25,72,194/- 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.

Notes on Unreconciled Amount:

Out of the unreconciled bank balance of Rs.444.25 crore the corporation has identified the which is as follows:

- 1) Bills of Rs.104.17 crore paid in the Month of March and the same has been cleared in the month of April-21
- 2) Salary for the month of March-21 to the tune of Rs.82 crore has been passed in the bank and cleared in the month of April-21.
- 3) Members contribution to the tune of Rs.43.92 crore received in bank but not entered in bank book.

So out of 444.25 crore total 230.09 crore entry already been identified.

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, 2021 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 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 31.03.2021.

v) Loan to Employees Accounts reflects a credit balance of Rs. 2,65,59,588/-. 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.59,44,313/- 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.3413,66,72,773/- 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. 979,84,23,744/- 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 31.03.2021 is Rs.433,16,00,680/-

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:-

- 1) 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)		:-	Secured	by State
Government Guarantee				
b) 13% Government Loan (2007)		:-	Secured	by State
Government Guarantee				
c) 11.5% Government Loan (2010)		:-	Secured	by State
Government Guarantee				
d) 11.5% Government Loan (2010)		:-	Secured	by State
Government Guarantee				
e) 11.5% Government Loan (2009)		:-	Secured	by State
Government Guarantee				
f) 11.5% Government Loan (2008)		:-	Secured	by State
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: These 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.2371240204/-



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.10002988319/- 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, 2021. 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 31/03/2021. The interest on CPF/GPF loan has already been taken in profit and loss account.

The Ahmedabad Municipal Corporation has balance of Rs. 7537602173/- with District Treasury office, Ahmedabad against the liability of CPF/GPF. The interest Receivable of Rs.837253072/-on the balance has also been taken in the profit and loss account. The total outstanding balance on 31.03.2021 is Rs.837,48,55,246/-.

iii) Due of contractors / suppliers as on 31.03.21 are subject to confirmation from respective external parties.

8) Provisions:-

Total Provision for Property Tax for Rs. 24096148591/- March 31, 2021 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
 - o The concerned department should prepare challan for entry in books.
- 3) Online grant received from government
 - o The concerned department should send grant approval letter to finance department and generate challan from system.
- 4) Central store imprest (jama kharchi)
 - o 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.
 - o 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:

- o Transfer original unreconciled balance to separate account and make sure no difference arise a fresh.
- o 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.

15) During the year there are many projects which have been closed and hence the said balance sheet and their assets has been transferred to General fund. The list of such project which are completed but not transferred due to finalization bill has been closed during the year. The list of such capital project is as follows:

- Tax Free Bond 2002
- Tax Free Bond 2004
- Tax Free Bond 2005
- Hudco Housing Project for EWS
- Work From GSDMA WB Assistant
- GMFB Grant For Urban Poor
- NRCP Grant
- GIDC Effluent Disposal Scheme
- 10th Pay Commission
- ONGC Grant For Earthquake
- 11th Finance Commission
- TCIDS Projects
- Vambay Pay & Use Toilets
- Development of Zoo



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.

