



AUDITOR'S REPORT

- 1) I have examined the Balance Sheet as on 31.03.2023, and the Income and Expenditure Account for the period beginning from 01.04.2022 to ending on 31.03.2023, attached herewith, of Nagar Nigam, Shahjahanpur.
- 2) I certify that the Balance Sheet and the Income and Expenditure Account are in agreement with the books of account maintained at the Nagar Nigam, Shahjahanpur.
- 3) (a) I report the following observations/comments/discrepancies/inconsistencies:
 1. Tax Revenue consist of Property Tax, Water Tax, Sewerage Tax, Water Price, Entertainment Tax, Animal Tax, Advertisement Tax and Other Tax are base on information provided by the tax department of Nagar Nigam Shahjahanpur.
 2. The Compliance of GST Provision is irregular as per GST Act. GST on House Tax & Water Tax collected is neither collected nor deposited.
 3. The Compliance of TCS/ TDS Provision is irregular as per Income Tax Act, 1961 in the year 2022-23.
 4. The utilization Certificate of various grant received from various agency like Rajya Vitt Ayog, Nagar Nigam Nidhi, Awasthapna Nidhi etc. were not shown to us.
 5. The list-of Sundry Debtors / Creditors is not verified and subject to third party verification.
 6. The Nagar Nigam Shahjahanpur is Local Authority and subject to audit report of AG, Allahabad . The Report of AG observed by us and in our opinion audit objections of AG Report is partly complied by Nagar Nigam Shahjahanpur.
 7. Further in our opinion Internal Control System of Nagar Nigam Shahjahanpur is required to more attention by management of Nagar Nigam Shahjahanpur adequate as per AG report.
 8. Excess of Income over Expenditure has been transferred to Municipal General Fund.

9. No grant register was provided to us for verification of given figure in balance sheet.
10. The Provisioning of Tax Revenue of Nagar Nigam Shahjahanpur is increasing by 10% during the year, but no steps has been taken to collect such Tax, due to which balances of these accounts are increasing every year.
11. Conversion of Manual to Computerized Accounting is done as per the cash book Only
12. Opening and closing stock is being carry forwarded from the last 8 years.
13. Statutory liabilities of PF, Income Tax and GST have not been timely deposited on due dates.
14. Proper party wise details, Liabilities outstanding of Contractors and others are not available.
15. Fixed Assets register has not been maintained. Details of Assets were compiled on the basis of information received.
16. Sundry Debtors (Receivables) value shown in balance sheet is as per details provided to us.
17. Records showing actual Land and other Immovable Properties possessed by Nagar Nigam are not available.
18. Security Deposit received from contractors and other third parties is as per records received, but no individual party wise list were available.
19. Details of Property Tax, House Tax and Water Tax received are subject to reconciliation.

(b) Subject to above —


- a) Have obtained all the information and explanations which, to the best of my knowledge and belief, were necessary for the purpose of the audit.
- b) In my opinion, proper books of account have been kept by the head office so far as appears from my examination of the books.
- c) In my opinion and to the best of my information and according to the explanations given to me, the said accounts, read with notes thereon, if any give a true and fair view subject to above observations :-
 - i. in the case of the Balance Sheet, the state of the affairs of the Nagar Nigam Shahjahanpur, as at 31.03.2023; and

- ii. in the case of Income and Expenditure Account of the Nagar Nigam Shahjahanpur for the year ended on that date 31.03.2023;
- iii. in the case of Receipts & payments Accounts and of the Nagar Nigam Shahjahanpur for the year ended on that date 31.03:2023.



लेखाधिकारी
नगर निगम, शाहजहाँपुर

Place : SHAHJAHANPUR
Date : 25-05-2023



अपर नगर आयुक्त
नगर निगम शाहजहाँपुर

For NISHANK JINDAL & ASSOCIATES
Chartered Accountant



(NISHANK JINDAL)
PARTNER



NAGAR NIGAM SHAHJAHANPUR
Income and Expenditure Statement for the period from 01-04-2022 to 31-03-2023

Code No.	Item/ Head of Account	Schedule No	Current Year Amount (Rs.)	Previous Year Amount (Rs.)
1	2	3	4	5
INCOME				
I-10	Tax Revenue	I-1	80,136,907.00	66,539,377.00
I-20	Assigned Revenues & Compensation	I-2	0.00	0.00
I-30	Rental Income from Municipal Properties	I-3	15,376,475.00	14,278,001.00
I-40	Fees & User Charges	I-4	33,334,126.00	32,477,309.00
I-50	Sale & Hire Charges	I-5	4,301,877.00	858,274.00
I-60	Revenue Grants, Contributions & Subsidies	I-6	665,560,151.00	614,783,325.00
I-70	Income from Investments	I-7	0.00	0.00
I-71	Interest Earned	I-8	7,056,490.00	13,621,116.00
I-80	Other Income	I-9	6,622,120.51	669,195.86
A	Total – INCOME		812,388,146.51	743,226,597.86
EXPENDITURE				
2-10	Establishment Expenses	I-10	571,507,755.00	460,125,185.00
2-20	Administrative Expenses	I-11	25,057,963.00	15,252,870.00
2-30	Operations & Maintenance	I-12	258,490,000.13	226,116,725.00
2-40	Interest & Finance Expenses	I-13	46,160.99	23,243.21
2-50	Programme Expenses	I-14	0.00	0.00
2-60	Revenue Grants, Contributions & subsidies	I-15	0.00	0.00
2-70	Provisions & Write off	I-16	0.00	0.00
2-71	Miscellaneous Expenses	I-17	4,908,601.00	20,823,272.00
2-72	Depreciation		234,095,482.00	183,042,429.00
B	Total – EXPENDITURE		1,094,105,962.12	905,383,724.21
A-B	<i>Gross surplus/ (deficit) of income over expenditure before Prior Period Items</i>		(281,717,815.61)	(162,157,126.35)
2-80	Add: Prior period Items (Net)	2-18	0.00	0.00
	<i>Gross surplus/ (deficit) of income overexpenditure after Prior Period Items</i>		(281,717,815.61)	(162,157,126.35)
2-90	<i>Net balance being surplus/ deficit carriedover to Municipal Fund</i>		(281,717,815.61)	(162,157,126.35)



For AO
लेखाधिकारी
अपर नगर आयुक्त
नगर निगम, शाहजहाँपुर

For NAGAR AYUKT

Place : Shahjahanpur
Date: 25-05-2023

