



## AUDIT REPORT

We have examined the Receipts & Payments Account of **MUNICIPAL CORPORATION SAGAR** for the year ended 31<sup>st</sup> March 2017, which is in agreement with the books of account maintained by the said Municipal council. We have obtained all the information and explanations, which to the best of our knowledge and belief were necessary for the purpose of the audit. In our opinion, proper books of account have been kept by the above said concern so far as appears from our examination of books, subject to the comments given below:

1. These financial statements are the responsibility of the management of the concern. Our responsibility is to express an opinion on these financial statements based on our audit.
2. We have conducted our audit in accordance with auditing standards generally accepted in India. Our audit includes examining on test basis, evidence supporting the amounts and disclosed in the financial statements. Our audit also assigns the accounting principles used and significant estimates made by management, as well as evaluating the overall presentation of the financial statement.
3. In our opinion and to the best of our information and according to explanations given to us, the said accounts give a true and fair view in respect of Receipt & Payment Account for the year ending as on 31<sup>st</sup> March 2017,

Date:- 19/06/2017

Place:- Bhopal

**For PRAMOD K. SHARMA & CO.**  
CHARTERED ACCOUNTANTS



*How*  
Pramod Sharma  
(Partner)

Mem. No. : 076883

# **ABSTRACT SHEET FOR REPORTING ON AUDIT PARAS FOR FINANCIAL**

**YEAR 2016-17**

Name of ULB : Municipal Corporation Sagar

Name of Auditor : Pramod K Sharma & Co.

Sr No.	Parameters	Description			Observation in Breif	Suggestions
		Audit of Revenues		Receipts in Rs.		
1	Recovery of Revenue Taxes	Year 2015-16	Year 2016-17	% of Growth	(Refer Point 1 also)	(Refer Point 1 also)
(i)	Property Tax	1,21,70,941	2,28,59,616	87.82%	There is positive growth sign in all other taxes/cesses recovery.	
(ii)	Consolidated tax	60,51,277	70,69,945	16.83%	Growth rate is positive but very slow.	MC has to see this area of Collection and recovery process should be improved.
(iii)	Town Development Cess	29,69,154	60,80,558	104.79%	There is positive growth sign in all other taxes/cesses recovery.	
(iv)	Education Cess	23,97,310	48,42,871	102.01%		
<b>TOTAL</b>		<b>2,35,88,682</b>	<b>4,08,52,990</b>			



Recovery of Non- Revenue Taxes	Year 2015- 16	Year 2016- 17	% of Growth		
(i) Rent of Building & Land	2,18,87,814	2,55,33,384	16.66%	Growth rate is positive but very slow.	MC has to see this area of Collection and recovery process should be improved.
(ii) Water Tax	4,91,22,675	4,43,25,049	-9.77%	Water Tax growth rate is negative	MC has to see this area of Collection and recovery process should be improved.
(iii) Solid Waste Management cess	-	-	-		
(iv) Other Taxes\ Cess	64,76,195	94,30,827	45.62%	There is positive growth sign in all other taxes/cesses recovery.	
<b>TOTAL</b>	<b>7,74,86,684</b>	<b>7,91,39,260</b>			



Sr No.	Parameters	Description	Observation in Brief	Suggestions
2	Audit of Expenditure	Refer Point '2'	Refer Point '2'	Refer Point '2'
3	Audit of Book Keeping	Refer Point '3'	Refer Point '3'	Refer Point '3'
4	Audit of FDR	Refer Point '4'	Refer Point '4'	Refer Point '4'
5	Audit of Tenders/Bids	Refer Point '5'	Refer Point '5'	Refer Point '5'
6	Audit of Grants & Loans	Refer Point '6'	Refer Point '6'	Refer Point '6'
7	Incidences relating to diversion of funds from Capital Receipts\Grants\Loans to Revenue Nature Expenditure and from one Scheme to another	Refer Point '7'	Refer Point '7'	Refer Point '7'
8	Any Other a) Percentage of Revenue Expenditure (Establishment, Salary, Operation & Maintenance) with respect to Revenue Receipts (Tax and non tax) excluding Octroi, Entry Tax, Stamp Duty and other grants etc. b) Percentage of Capital Expenditure with respect to Total Expenditure	Revenue Expenditure is <b>4.177 times</b> of Revenue Income		
		Percentage of Capital Expenditure with respect to Total Expenditure is <b>53.45%</b>		



