

TRIVANDRUM CORPORATION

ATA1/MS/1374/06

09/01/09

Review of Income and Expenditure statement for the period from 01/04/2008 to 31/12/2008

Total Income	-	63,77,82,017/-
Total Expenditure	-	53,87,48,688/-
Surplus carried over to Municipal Fund	-	9,90,33,329/-

Since the Accrual based Income and Expenditure statement does not reveal the actual revenue collections for the above accounting period, a DCB statement is also prepared to review the revenue collections. The review is as follows:

<u>Revenue Heads</u>	<u>Percentage of Collection-Current year</u>	<u>Percentage of Collection-Last year</u>
Prop:Tax Current	42.20	49.36
Prop:Tax Arrear	15.17	15.63
Prof:Tax Current	58.25	49.93
Rent of Lands-Current	69.75	69.03
Rent of Lands-Arrear	9.11	
D & O License Fees	93.82	81.89
Advertisement Tax	20,93,646/-	25,78,053/-
Entertainment Tax	2,09,11,516/-	2,29,78,914/-

Major Head wise Revenue Collection for the accounting period is as follows:

Tax Revenue	21,37,17,636/-
Rental Income	1,92,36,542/-
Fees & User charges	8,33,67,948/-
Sale & Hire charges	34,18,061/-
Interest & Finance charges	13,35,378/-
Other Income	22,34,928/-
Total own Revenue Income	32,33,10,493/-
General Purpose Fund	8,85,78,664/-
Total Revenue Income	41,18,89,157/-
Other Grants	9,60,58,484/-
Total Income	50,79,47,641/-

Major Head wise Revenue Expenditure for the accounting period is as follows:

Establishment Expenses	22,23,99,501/-
Administrative Expenses	1,53,66,619/-
Operation & Maintenance	20,70,62,289/-
Interest & Finance charges	4,915/-
Prior period Expense	18,15,797/-
Programme Expenses (Own Fund)	27,61,693/-
Total Revenue Expenditure	44,94,10,814/-
Maintenance Grant Expenses	84,99,779/-
Programme Expenses (Grant)	7,98,00,492/-
Revenue Grants Contribution And subsidies	10,37,603/-
Total Expenditure	53,87,48,688/-

It is seen that the total expenditure for the accounting period exceeds total income by 9.11%. This excess utilization of Fund is met from the own Fund opening balance at the beginning of the year.

53.99% of the total revenue income is utilized towards Establishment Expenses, 3.73% for administrative expenditure, 50.27% for development activities, 0.44% for prior period expenses and 0.68% for programme expenses. Liabilities payable immediately amounts to Rs.2,72,28,869/- and other liabilities payable amounts to Rs.76,71,313/-

The own Fund bank balance at the end of the accounting period amounts to Rs.9,33,20,299/- and cash in hand amounts to Rs.12,45,261/-. The financial position of the Corporation is hence not bad.

From the review, it is clear that the Revenue Income of the Corporation is not increasing proportionately with the increasing trend in expenditure. For example in the beginning of the accounting period the balance shown by own Fund bank accounts was Rs17 Crores. But at the end, it is reduced to Rs.9 Crores, which necessitates immediate actions to be taken for increasing Revenue Collections.

Sd/-

Accounts Officer