

TRIVANDRUM CORPORATION

ATA1/MS/1374/06

08-08-09

Review Of Income and Expenditure Account For the period from 1-4-2009 to 31-07-2009

Total Income	371,361,530.00
Total Expenditure	216,571,103.00
Gross Surplus	154,790,427.00
Less Prior Period Income	27,839.00
Net Surplus Carried Over to Municipal Fund	154,762,588.00

Since the Accrual based Income & Expenditure Account Does not reveal the actual revenue collections for the above accounting period,a DCB is also prepared to review the progress of revenue collections.The review is as follows.

Revenue Heads	Percentage of collection current Year	Percentage of collection Last Year
Property Tax Current	21.64%	20.67%
Property Tax Arrear	12.41%	8.44%
Profession Tax Current	0.69%	0.80%
Profession Tax Arrear	12.43%	64.31%
Rent On Lands Current	13.01%	20.89%
Rent On Lands Arrear	11.35%	8.66%
D&O License Fee Current	71.48%	82.93%
D&O License Fee Arrear	9.73%	8.84%
	Collection This Year	Collection Last Year
Advertisement Tax	6,65,412	3,77,620
Entertainment Tax	1,005,4,378	96,51,620

Major Headwise Revenue Collection for the Accounting Period are as follows

Account Heads	Accrual Based Collection	Actual Collection	% of Total Revenue Income
Tax Revenue	212,365,034.00	66,715,531.00	36.02%
Rental Income	28,009,326.00	7,513,852.00	4.06%
Fees & User Charges	58,760,141.00	57,220,902.00	30.90%
Sale&Hire Charges	4,848,296.00	4,848,296.00	2.62%
Interest&Finance Charges	-	-	
Other Income	176,024.00	176,024.00	0.10%
Total Own Revenue Income	304,158,821.00	136,474,605.00	
General Purpose Fund	48,718,332.00	48,718,332.00	26.31%
Total Revenue Income	352,877,153.00	185,192,937.00	
Other Grants	18,458,819.00	18,458,819.00	
Assigned Revenues	25,558.00		
Total Income	371,361,530.00	203,651,756.00	

Major Headwise Revenue Expenditure for the accounting period are as follows

	Amount	% of Total Revenue Expenditure
Establishment Expenses	114,211,822.00	56.48%
Administrative Expenses	14,264,333.00	7.05%
Operation & Maintenance	72,931,498.00	36.07%
Interest&Finance Charges	830.00	0.00%
Programme Expenses(own Fund)	677,950.00	0.34%
Revenue Grants, Contribution & Subsidies	128,683.00	0.06%
Total Revenue Expenditure	202,215,116.00	
Maintenance Grant Expenses	-	
Programme Expenses(Grant)	14,355,987.00	
Total Expenditure	216,571,103.00	

Total expenditure of the corporation for the above accounting period exceeds total income. 56.08% of the total Revenue Income is utilised towards Establishment Expenses, 7% for Administrative Expenditure ,35.81% for Development activities,7.38% for Programme Expenses and 0.06% for Revenue Grants,Contribution & Subsidies.Excess fund utilised (6.33%) is met from the opening balances.Liabilities payable immediately amounts to Rs.1,75,37,094/-. The Own fund bank balances at the end of the accounting period amounts to Rs.9,34,52,344/- and Cash In Hand amounts to Rs.6,50,090/-.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 when compared to the increasing trend in Expenditure.For example in the beginning of the Accounting Period the balance shown by own fund bank accounts was Rs.14 crores but at the end it is reduced to Rs.9.34 crores which necessitates,immediate actions to be taken for increasing Revenue Collection.

S/d
Accounts Officer