

SHIMLA MUNICIPAL CORPORATION
BALANCE SHEET
AS ON 31.03.2026

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SHIMLA MUNICIPAL CORPORATION

BALANCE SHEET AS ON 31.03.2026

Code No.	Description of Item	Schedule No.	Current Year Amount (₹)	Previous Year Amount (₹)
	<u>Reserve & Surplus</u>			
310	Municipal General Fund	<u>B-1</u>	41,34,45,649	69,08,80,809
311	Earmarked Funds	<u>B-2</u>	39,27,83,327	36,09,74,650
312	Reserves	<u>B-3</u>	4,69,91,87,947	4,69,91,87,947
	Total Reserves & Surplus		5,50,54,16,923	5,75,10,43,406
320	Grants, Contributions for Specific Purposes	<u>B-4</u>	1,14,46,52,287	58,83,83,357
	<u>Loans:-</u>			
330	Secured Loans	<u>B-5</u>	-	-
331	Unsecured Loans	<u>B-6</u>	-	-
	Total Loans		-	-
	<u>Current Liabilities & Provisions</u>			
340	Deposits Received	<u>B-7</u>	15,49,68,887	14,71,44,083
341	Deposits Works	<u>B-8</u>	1,17,36,087	1,17,36,087
350	Other Liabilities (Sundry Creditors)	<u>B-9</u>	2,26,22,30,471	2,37,17,22,650
360	Provisions	<u>B-10</u>	-	-
	Total Current Liabilities & Provisions		2,42,89,35,444	2,53,06,02,820
	TOTAL LIABILITIES		9,07,90,04,654	8,87,00,29,582



BALANCE SHEET AS ON 31.03.2026

ASSETS:-				
	Fixed Assets	B-11		
410	Gross Block		9,74,92,82,741	9,56,98,08,921
411	Less:- Accumulated Depreciation		3,32,84,16,265	3,54,20,58,945
	Net Block		6,42,08,66,475	6,02,77,49,976
412	Capital Work In Progress		9,71,28,791	9,71,28,791
	Total Fixed Assets		6,51,79,95,266	6,12,48,78,767
	Investments			
420	Investments General Fund	B-12	64,99,55,050	64,99,55,050
421	Investment Other Funds	B-13	35,34,06,085	33,93,62,079
	Total Investments		1,00,33,61,135	98,93,17,129
	Current Assets Loans & Advances			
430	Stock in Hand (Inventories)	B-14	1,23,02,273	1,23,02,273
431	Sundry Debtors (Receivables) Gross	B-15	47,53,55,271	48,16,53,011
432	Amount Outstanding		-	-
	Less:- Accumulated Provisions Against Bad & Doubtful Receivables			
	Net amount Outstanding		47,53,55,271	48,16,53,011
440	Prepaid Expenses	B-16	-	-
450	Cash and Bank Balance	B-17	79,49,10,418	99,59,64,348
460	Loans, Advances & Deposits	B-18	27,50,80,291	26,58,72,253
461	Less:- Accumulated Provisions Against Loans		-	-
	Net Amount Outstanding		27,50,80,291	26,58,72,253
	Total Current Assets, Loans & Advances		1,55,76,48,253	1,75,57,91,884
470	Other Assets	B-19	-	41,801
480	Miscellaneous Expenditure(to the extent not written off)	B-20	-	-
	TOTAL ASSETS		9,07,90,04,654	8,87,00,29,582

Accounts Officer
M.C. Shimla

Additional Commissioner
M.C. Shimla

Commissioner
M.C. Shimla

Place :- Shimla
Date :- 25-07-2026
UDIN :-26088357LMWMUM5183



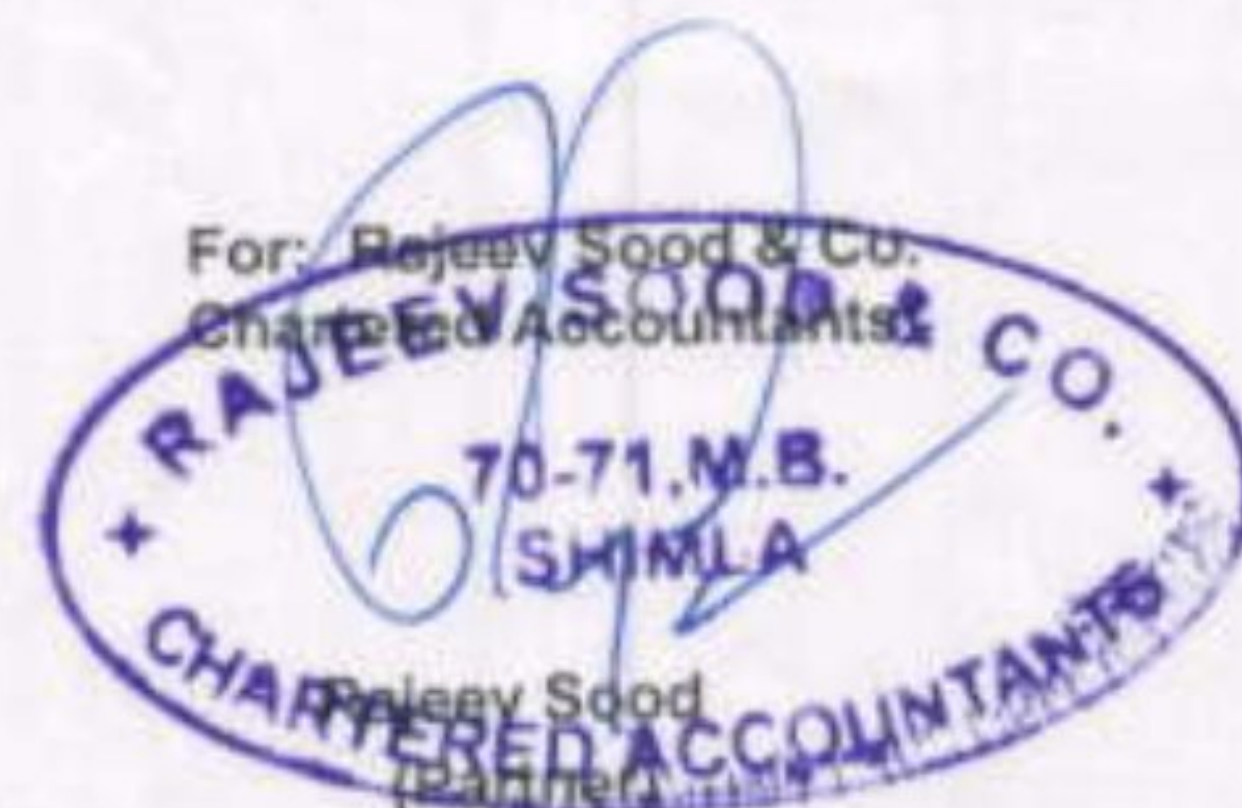
Income and Expenditure Account for the year ending on 31.3.2026				
Code No.	Head of Account	Schedule No.	Current Year Amount (₹)	Previous Year Amount (₹)
1	2	3	4	5
	INCOME:			
110	Tax Revenue	<u>I-1</u>	17,82,45,661	19,20,51,161
120	Assigned Revenues & Compensation	<u>I-2</u>	33,62,48,574	34,50,44,113
130	Rental Income from Municipal Properties	<u>I-3</u>	8,27,89,729	11,77,89,244
140	Fees & User Charges	<u>I-4</u>	10,87,71,951	7,27,10,409
150	Sale & Hire Charges	<u>I-5</u>	2,61,07,950	29,20,185
160	Revenue Grants, Contributions & Subsidies	<u>I-6</u>	1,81,60,076	12,50,62,089
170	Income from Investments	<u>I-7</u>	6,26,917	2,15,811
171	Interest Earned	<u>I-8</u>	2,05,62,936	3,42,01,254
180	Other Income	<u>I-9</u>	80,98,681	56,13,827
A	TOTAL INCOME:		77,96,12,474	89,56,08,093
	EXPENDITURE:			
210	Establishment Expenses	<u>I-10</u>	68,12,22,218	62,75,23,123
220	Administrative Expenses	<u>I-11</u>	6,02,26,264	2,70,80,200
230	Operations & Maintenance	<u>I-12</u>	21,74,79,545	16,91,61,433
240	Interest & Finance Expenses	<u>I-13</u>	4,95,320	20,36,635
250	Programme Expenses	<u>I-14</u>	(65,913)	4,16,710
260	Revenue Grants, Contributions & subsidies	<u>I-15</u>	-	55,000
270	Provisions & Write off	<u>I-16</u>	-	-
271	Miscellaneous Expenses	<u>I-17</u>	-	-
272	Depreciation	<u>I-18</u>	11,53,84,307	32,90,90,791
B	TOTAL EXPENDITURE:		1,07,47,41,741	1,15,53,63,892
A-B	<i>Gross surplus/ (deficit) of income over expenditure before Prior Period Items</i>		(29,51,29,267)	(25,97,55,799)
280	Add: Prior period Items (Net)	<u>I-19</u>	(1,91,199)	2,34,96,711
	<i>Gross surplus/ (deficit) of income over expenditure after Prior Period</i>		(29,49,38,068)	(28,32,52,510)
290	Less: Transfer to Reserve Funds		-	-
	Net balance being surplus/ deficit carried over to Municipal Fund	0	(29,49,38,068)	(28,32,52,510)

Accounts Officer
M.C. Shimla

Additional Commissioner
M.C. Shimla

Commissioner
M.C. Shimla

Place :- Shimla
Dated :- 25-07-2026
UDIN :-26088357LMWMUM5183



SHIMLA MUNICIPAL CORPORATION
CASH FLOW STATEMENT (INDIRECT METHOD)
For the Year Ended 31 March 2026

Particulars		(₹)	(₹)	Amount (₹)
A. CASH FLOW FROM OPERATING ACTIVITIES				
Deficit after Prior Period Items	a		(29,49,38,068.02)	
Adjustment for Non-Cash Items				
Add: Depreciation		11,53,84,307		
Add: Interest & Finance Expenses		4,95,320		
Less: Interest Earned		2,05,62,936		
Less: Income from Investments		6,26,917		
Operating Loss before Working Capital Changes	b		13,70,69,479.51	
Adjustments for Changes in Working Capital				
Decrease in Sundry Debtors		62,97,740		
Increase in Loans & Advances		-92,08,038		
No Change in Inventory		0		
Increase in Deposits Received		78,24,804		
No Change in Deposit Works		0		
Decrease in Sundry Creditors		-10,94,92,179		
Increase in Working Capital	c		(10,45,77,672.90)	
Net Cash Generated from Operations	!			(26,24,46,261.41)



B. CASH FLOW FROM INVESTING ACTIVITIES				
Purchase of Fixed Assets (Increase in Gross Block)			(25,59,00,643.24)	
Increase in Capital Work in Progress			-	
Increase in Investment - Other Funds			(1,40,44,006.00)	
Interest Received			2,05,62,935.71	
Income from Investments			6,26,917.00	
Net Cash Used in Investing Activities	II			(24,87,54,796.53)
C. CASH FLOW FROM FINANCING ACTIVITIES				
Increase in Earmarked Funds			(24,56,26,483.03)	
Increase/(Decrease) in Municipal Fund			-	
Increase in Reserves			-	
Interest & Finance Expenses			(4,95,319.80)	
Grant and Contribution Received			55,62,68,930.77	
Net Cash Used in Financing Activities	III			31,01,47,127.94
Net Decrease in Cash & Cash Equivalents (IV) = (I)+(II)+(III)				(20,10,53,930.00)
Opening Cash & Bank Balance (V)				99,59,64,347.61
Closing Cash & Bank Balance (as per Cash Flow) (IV)+(V)				79,49,10,417.61

57.5
Accounts Officer
M.C. Shimla

Additional Commissioner
M.C. Shimla

Commissioner
M.C. Shimla

Place :- Shimla
Date :- 25-07-2026
UDIN :-26088357LMWMUM5183





SHIMLA MUNICIPAL CORPORATION
Receipts and Payments
Apr-25 to 31-Mar-26

Receipts		Payments		Amount (₹)	
				Amount (₹)	
Opening Balance		Direct Incomes		1,81,14,546	
450. Bank Accounts		130. Rental Income from Municipal Properties		82,89,643	
450. Cash-in-Hand		140. Fees & User Charges		62,96,230	
Direct Incomes		150. Sale & Hire Charges		20,30,935	
120. Assigned Revenues & Compensations		160. Revenue Grants, Contribution and Subsidies		35,000	
130. Rental Income from Municipal Properties		171. Interest Earned		2,71,211	
140. Fees & User Charges		180. Other Income		11,91,527	
150. Sale & Hire Charges		Direct Expenses		20,02,76,235	
160. Revenue Grants, Contribution and Subsidies		210. Establishment Expenses		2,40,12,418	
170. Income from Investment		220. Administrative Expenses		2,55,79,402	
171. Interest Earned		230. Operations & Maintenance		14,36,32,286	
180. Other Income		240. Interest & Finance Charges		4,96,775	
Direct Expenses		250. Programme Expenses		65,55,354	
210. Establishment Expenses		Reserve & Surplus		35,42,58,187	
220. Administrative Expenses		311 Earmarked Funds		35,40,14,651	
230. Operations & Maintenance		Municipal fund		2,43,536	
240. Interest & Finance Charges		320 Grants, Contribution for specific purposes		46,72,901	
250. Programme Expenses		Central Government		8,00,000	
Reserve & Surplus		State Government		38,72,901	
311 Earmarked Funds		Current Liabilities		1,05,31,69,332	
Municipal fund		3505001-Audit Exp Payable		3,48,020	
320 Grants, Contribution for specific purposes		340 Deposits Received		4,58,03,406	
3201003-MSU		350 Other Liabilities (Sundry Creditors)		1,00,70,17,906	
Central Government		410 & 411 Fixed Assets		1,90,92,338	
Other Government Agencies		1. Land & Buildings		1,23,92,606	
State Government		2. Infrastructure Assets		28,60,497	
Welfare Bodies		3. Other Assets		38,39,235	

SCHEDULES: ANNEXED TO AND FORMING PART OF THE BALANCE SHEET

Schedule B1: Municipal (General) Fund [Code No 310]

		Amount in (₹)				
Code No.	Particulars	Opening balance as per the last account	Additions during the year	Total	Deductions during the year	Balance at the end of the current year
1	2	3	4	5 (3+4)	6	7 (5+6)
3101001	Municipal Fund	79,09,93,377	-	79,09,93,377.22	-	79,09,93,377.22
3109001	Excess of Expenditure over Income	(8,26,09,659.88)	(29,49,38,068.02)	(37,75,47,727.90)	-	(37,75,47,727.90)
	Total Municipal Fund	70,83,83,717.34	(29,49,38,068.02)	41,34,45,649.32	-	41,34,45,649.32



Schedule B2: Earmarked Funds Schedule B2: Special Funds/Sinking Fund/Trust or Agency Fund [Code No 311]

Particulars	Amount in (Rs)			
	Pension Fund	General Provident Fund	Contributory Pension Fund (Scheme)	Total Funds
Code No.	3117002	3117001	3117003	
(a) Opening Balance	1,64,27,663.75	33,13,38,569.50	1,32,08,416.59	36,09,74,649.84
(b) Addition to the special Fund	-	-	-	-
i) Transfer from Municipal Fund	-	-	-	-
ii) Interest /Dividend earned on special fund Investment	-	-	-	-
iii) Profit on disposal of special Fund Investment	-	-	-	-
iv) Appreciation in value of Special Fund Investments	-	-	-	-
v) Other addition (Employees/ Employer Shares on Fund)	28,49,97,220.99	10,30,67,472.82	-	10,30,67,472.82
Total (b)	28,49,97,220.99	10,30,67,472.82	-	38,80,64,693.81
Total(a+b)	30,14,24,884.74	43,44,06,042.32	1,32,08,416.59	74,90,39,343.65
(c) Payment out of Fund	-	-	-	-
i) Capital expenditure on fixed assets	-	-	-	-
Others	-	-	-	-
Sub- Total	-	-	-	-
ii)(a). Revenue Expenditure on Payments out of Special Funds	-	-	-	-
Rent	-	-	-	-
ii)(b) Payment to Employees	28,00,44,571.99	7,62,11,445.00	-	-
Sub- Total	28,00,44,571.99	7,62,11,445.00	-	35,62,56,016.99
iii) Other:	-	-	-	-
Loss on disposal of Special Fund Investment diminution in value of Special Fund Investments transferred to Municipal Fund	-	-	-	-
Sub- Total	-	-	-	-
Total of (i+ii+iii) ©	28,00,44,571.99	7,62,11,445.00	-	35,62,56,016.99
Net Balance at the year end (a+b)(-c)	2,13,80,312.75	35,81,94,597.32	1,32,08,416.59	39,27,83,326.66
Grand Total of The Special Fund	2,13,80,312.75	35,81,94,597.32	1,32,08,416.59	39,27,83,326.66



Schedule B-3: Reserves [Code No 312]

Amount in (Rs)						
Code No.	Particulars	Opening balance (Rs)	Additions during the year	Total	Deductions during the year	Balance at the end of the current year
1	2	3	4	5 (3+4)	6	7 (5-6)
312-10-01	Capital contribution	4,69,91,87,946.52	-	4,69,91,87,946.52	-	4,69,91,87,946.52
312-11-01	Capital Reserve	-	-	-	-	-
312-20-01	Borrowing Redemption Reserves	-	-	-	-	-
312-30-01	Special Fund (Utilised)	-	-	-	-	-
312-40-01	Statutory Reserves	-	-	-	-	-
312-50-01	General Reserve	-	-	-	-	-
312-60-01	Revaluation Reserve	-	-	-	-	-
	Total Reserve Funds	4,69,91,87,946.52	-	4,69,91,87,946.52	-	4,69,91,87,946.52





Schedule B-4: Grants & Contribution for Specific Purposes [Code No 320]

Particular	Grants from Central Government	Grants from State Government	Grants from Other Government Agencies	Grants from Financial Institutions	Grants from International Organisations	Grants from welfare bodies	Grants from MSU	Grants from Others	Grand Total
Code No.	320-10-01	320-20-01	320-30-01	320-40-01	320-60-01	320-50-01	320-10-03	320-80-01	(₹)
Opening Balance	27,11,78,192.55	15,85,06,714.58	14,77,16,404.58	-	1,06,49,045.00	-	-	2,33,000.00	58,83,83,356.71
(b) Addition to the grants									
i) Grants & Contribution received during the year	67,54,567.69	66,35,03,619.67	1,43,51,445.00	-	-	6,65,529.64	1,55,51,960.03	-	70,28,37,122.03
ii) Interest/Dividend Received on grants Investments	6,08,626.31	2,99,57,521.29	4,46,199.00	-	-	30,995.36	7,58,920.97	-	3,18,02,242.93
iii) Profit on disposal of grant investment	-	-	-	-	-	-	-	-	-
iv) Appreciations in value of grant Investments	-	-	-	-	-	-	-	-	-
v) Other addition	-	-	-	-	-	-	-	-	-
Total (a+b)	93,63,174.00	69,34,61,140.96	1,47,97,644.00	-	-	6,96,525.00	1,63,20,881.00	-	73,46,39,364.96
Total (a+b)	28,05,41,366.55	85,20,67,855.54	16,25,14,048.58	-	1,06,49,045.00	6,96,525.00	1,63,20,881.00	2,33,000.00	1,32,30,22,721.67
c) Payment out of Funds	-	-	-	-	-	-	-	-	-
i) Capital Expenditure on Fixed Assets	-	-	-	-	-	-	-	-	-
Amortization toward Depreciation on Fixed Assets Purchased out of Grant Fund	2,56,27,210.89	7,48,57,579.81	1,48,87,972.58	-	-	63,808.91	1,63,13,916.00	-	11,53,72,763.28
Sub-Total	2,56,27,210.89	7,48,57,579.81	1,48,87,972.58	-	-	63,808.91	1,63,13,916.00	-	11,53,72,763.28
ii) Revenue Expenditure on	-	-	-	-	-	-	-	-	-
Salary, wages and allowances and repair maintenance work, poor welfare activities	-	-	-	-	-	-	-	-	-
Rent	-	-	-	-	-	-	-	-	-
Liquor Due Paid to excise department	-	3,10,65,000.00	-	-	-	-	-	-	3,10,65,000.00
Sub-Total	-	3,10,65,000.00	-	-	-	-	-	-	3,10,65,000.00
(iii) Other:	-	-	-	-	-	-	-	-	-
Loss on disposal of special fund investment diminution in value of special fund investments transferred to Municipal Fund	8,00,000.00	38,72,901.00	-	-	1,06,49,045.00	-	-	2,33,000.00	46,72,901.00
Refund of Grant during the year	-	-	-	-	-	-	-	-	-
Transfer (Other Adjustment)	8,00,000.00	38,72,901.00	-	-	1,06,49,045.00	-	-	2,33,000.00	1,08,82,045.00
Sub-Total	2,64,27,210.89	10,97,95,480.81	1,48,87,972.58	-	1,06,49,045.00	63,808.91	1,63,13,916.00	2,33,000.00	16,19,92,709.28
Total of (i+ii+iii+iv)	25,41,14,155.66	74,22,72,374.73	14,76,26,076.00	-	-	6,32,716.09	6,965.00	-	1,14,40,12,606.39
Net Balance at the year end (a+b)(c)	25,41,14,155.66	74,22,72,374.73	14,76,26,076.00	-	-	6,32,716.09	6,965.00	-	1,14,40,12,606.39
Total Grants & Contribution for specific Purpose	25,41,14,155.66	74,22,72,374.73	14,76,26,076.00	-	-	6,32,716.09	6,965.00	-	1,14,46,52,287.48

Schedule B-5: Secured Loans [Code No 330]

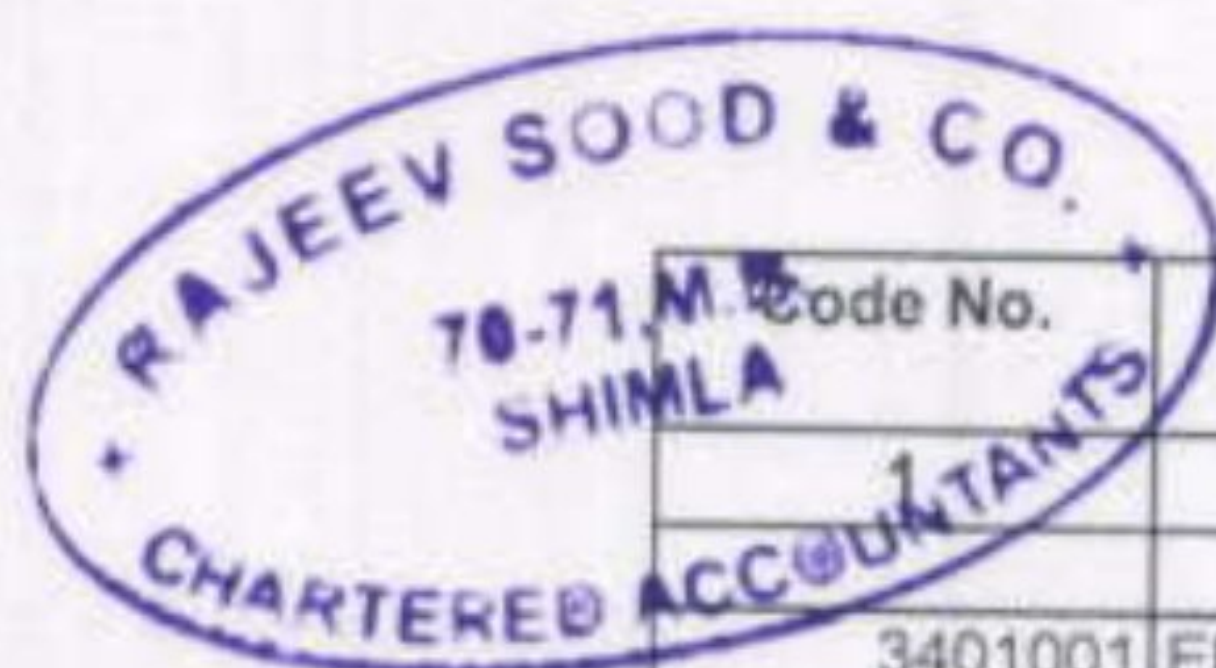
Code No.	Particulars	Current Year Amount (₹)	Previous Year Amount (₹)
1	2	3	4
3301001	Loan from Central Govt.	-	-
3302001	Loan from State Govt.	-	-
3303001	Loan from Govt Bodies & associations	-	-
3304001	Loan from International Agencies	-	-
3305001	Loans from banks & other financial institutions	-	-
3306001	Other Term Loans	-	-
3307001	Bonds & Debentures	-	-
3308001	Other loans	-	-
Total Secured Loans		-	-

Schedule B-6: Unsecured Loans [Code No 331]

Code No.	Particulars	Current Year Amount (₹)	Previous Year Amount (₹)
1	2	3	4
3311001	Loan from Central Govt.	-	-
3312001	Loan from State Govt.	-	-
3313001	Loan from Govt Bodies & associations	-	-
3314001	Loan from International Agencies	-	-
3315001	Loans from banks & other Financial Institutions	-	-
3316001	Other Term Loans	-	-
3317001	Bonds & Debentures	-	-
3318001	Other loans	-	-
Total Secured Loans		-	-

Schedule B-7: Deposits Received [Code No 340]

Code No.	Particulars	Current Year Amount (₹)	Previous Year Amount (₹)
1	2	3	4
3401001	EMD From Contractors	50,25,537	45,25,537.00
3401002	Security From Contractors	12,12,33,130	11,64,88,282.00
3402005	Deposit Received -Rental	1,826	-
3402003	Water Security from Customer	1,62,82,009	1,62,82,009.00
3408001	From Others (Security of Community Centre)	1,23,80,385	98,02,254.50
3408002	Deposit- Working Women	46,000	46,000.00
Total Deposits Received		15,49,68,886.51	14,71,44,082.50



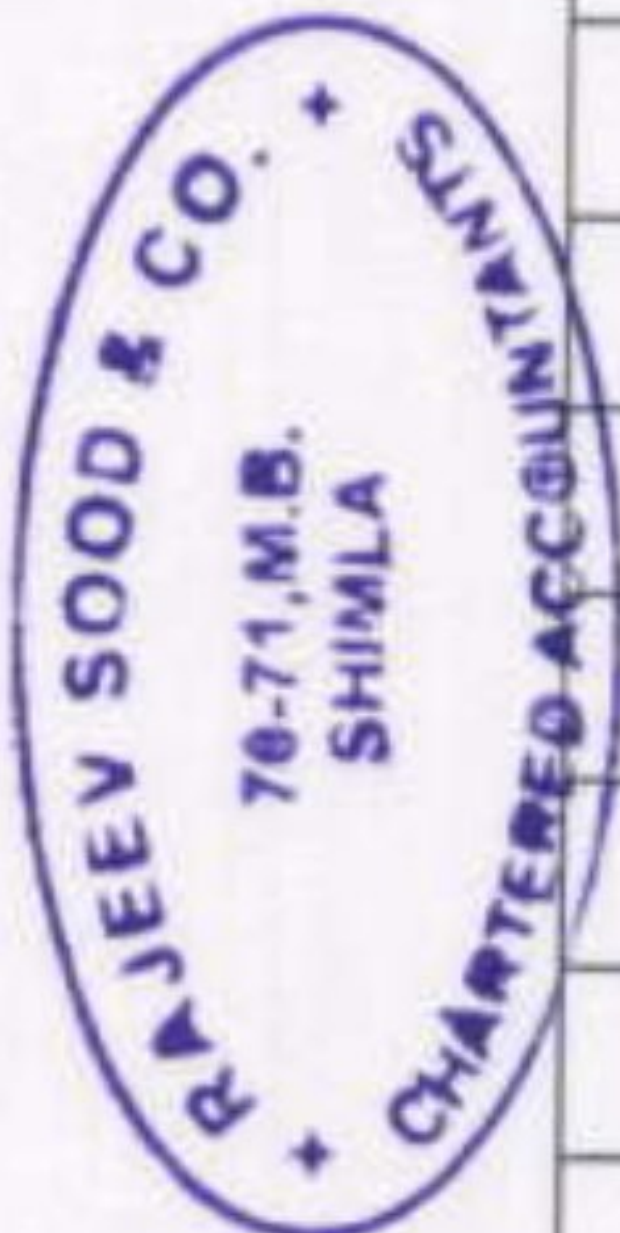
Schedule B-8: Deposits Works [Code No 341]

Code No.	Particulars	Opening balance at the beginning of the year Amount (₹)	Additions during the current year Amount (₹)	Utilisation / expenditure Amount (₹)	Amount Transferred to Grant Head 320-30-01	Balance outstanding at the end of the current year Amount (₹)
1	2	3	4	6	7	8
3411001	Civil Works	8,00,000.00	-	-	-	8,00,000.00
3412001	Electric Works	-	-	-	-	-
3413001	Others	1,09,36,087.00	-	73,065.00	-	1,08,63,022.00
3418001	Other Deposit Works	-	-	-	-	-
	Total of Deposit Work	1,18,09,152.00	-	73,065.00	-	1,17,36,087.00



Schedule B-9: Other Liabilities (Sundry Creditors) [Code No 350]

Code No.	Particulars	Current Year Amount (₹)	Previous Year Amount (₹)
1	2	3	4
3501001	Other Liabilities - Creditors Suppliers	2,17,45,94,205.00	2,17,47,39,965.00
3501002	Other Liabilities - Creditors Contractors	2,49,16,439.00	2,35,51,883.00
3501003	Other Liabilities - Creditors Expenses	18,16,710.00	1,48,21,819.12
3501004	Other Liabilities - Creditors Expenses	-	-
3501005	Creditors- Payable Against Specific Scheme	1,078.00	1,078.00
3501101	Employees Liabilities- Gross Salary	36,32,226.00	(69,90,279.00)
3501102	Other Liabilities - Employees Liabilities-Net Salary	1,92,17,440.00	4,16,18,387.00
3501103	Other Liabilities - Employees Liabilities-Salary Unpaid	-	-
3501104	Other Liabilities - Employees Liabilities-PF Payable	-	-
3501105	Other Liabilities - Employees Liabilities- Pension	-	-
3501106	Other Liabilities - Employees Liabilities- Gratuity	-	-
3501107	Employees Liabilities- Welfare funds	3,22,291.00	4,73,517.00
3501108	Employees Liabilities- Leave Salary Payable	-	23,83,371.00
3502001	Other Liabilities - Recoveries Payables -P.F. Deductios	3,30,551.00	35,36,762.00
3502002	Other Liabilities - Recoveries Payables -LIC	6,18,941.00	20,71,251.00
3502003	Other Liabilities - Recoveries Payables -Loans	(14,63,466.00)	(9,67,106.00)
3502004	Other Liabilities - Recoveries Payables - Societies Loans	1,95,336.00	1,75,111.00
3502005	Recovery Payable- Service Tax	(1,50,58,365.00)	(1,06,32,096.00)
3502007	Other Liabilities - Recoveries Payables - TDS	(2,93,727.00)	(10,81,724.00)
3502009	Other Liabilities - Recoveries Payables - VAT	-	-
3502010	Recoveries Payble-Works Contract etc.	1,87,57,713.00	1,88,21,006.00
3502011	Other Liabilities - Recoveries Payables - GIS	32,308.00	32,128.00
3502012	Other Liabilities - Recoveries from staff on Deputation	(2,63,86,944.55)	2,86,07,213.00
3502013	Other Liabilities - Recoveries Payables - Others (RD)	(46,60,481.00)	4,77,48,108.00
3502014	TDS under GST	5,71,627.50	(4,83,597.00)
3502015	Recoveries Payble-Water Charges	7,75,08,692.00	7,75,08,692.00
3502016	Recoveries Payble-Panelty On Royalty	-	20,53,518.00
3503003	Govt. Dues Payble-Court Atteachment etc	-	(30,11,651.00)



3503005	Govt. dues etc. payable- Workers Welfare Cess	(4,32,11,461.10)	(4,48,47,595.10)
3504001	Refunds Payable-Taxes	-	-
3504002	Refunds Payable- Other Revenue (Excess Deduction of Interest from Employees)	46,000.00	-
3504105	Advance collection of revenues-Rent	-	-
3504106	Advance Collection of Revenues-Advertisement Charges	-	10,55,862.00
3502017	Excise & Tax Payable(Liquor)	3,05,49,649.00	-
3508002	Others-Store Cheque	-	-
3509001	Sale Proceeds-Assets	-	1,49,609.00
3505001	Audit Fees Payable	1,93,709.00	3,87,418.00
Total other Liabilities (Sundry Creditors)		2,26,22,30,470.85	2,37,17,22,650.02

Schedule B-10: Provisions [Code No. 360]

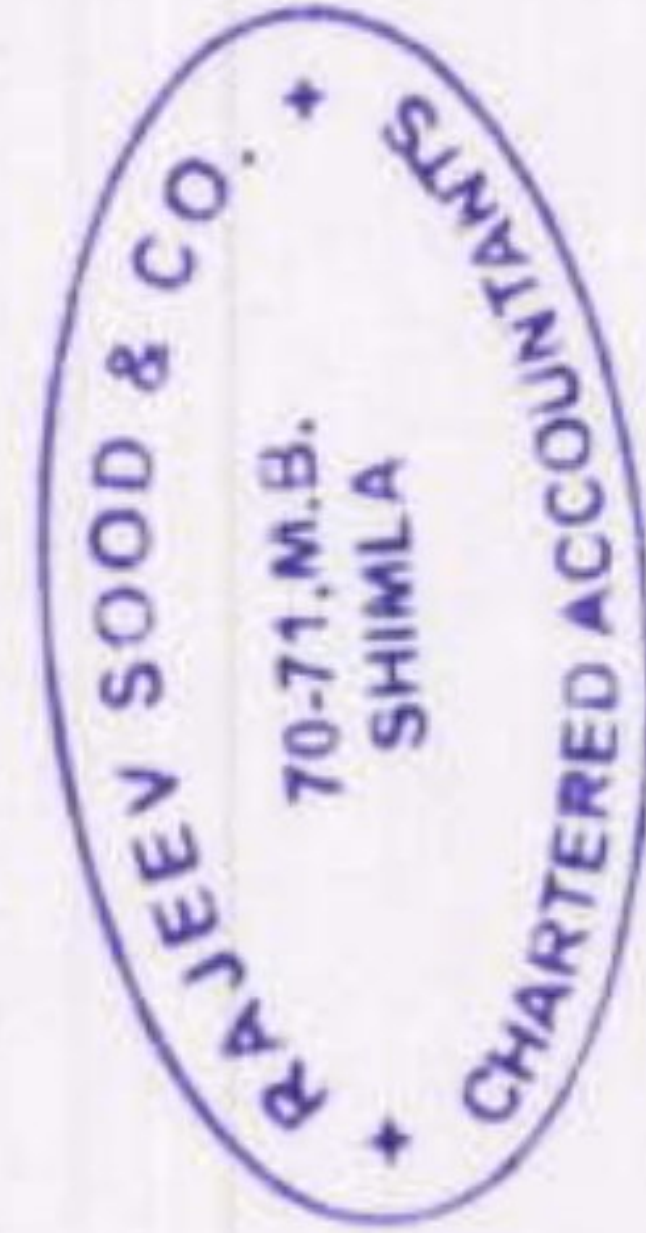
Code No.	Particulars	Current Year Amount (₹)	Previous Year Amount (₹)
1	2	3	4
3601001	Provision for Expenses	-	-
3602001	Provision for Interest	-	-
3603001	Provision for other Assets	-	-
Total Provisions		-	-



Schedule B-11: Capital Work in Progress [Code No. 412]

Code No.	Particulars	Opening Balance	Additions during the period	Amount capitalised during the year	Balance at the end of current year
1	2	3	4		5
4121001	Specific Grant -Water Works	1,66,940.00	-	-	1,66,940.00
4121002	Specific Grant -Public Works	38,53,898.00	-	-	38,53,898.00
4121003	Specific Grants -Health	5,99,04,007.00	-	-	5,99,04,007.00
4121004	Specific Grants -Sanitation and Solid Waste Management	18,41,788.00	-	-	18,41,788.00
4121005	CWIP- Specific Grants- Civic Amenities	85,75,498.00	-	-	85,75,498.00
4122001	Special funds -Water Works	-	-	-	-
4122002	Special Funds -Road & Buildings	4,36,855.00	-	-	4,36,855.00
4122003	Special funds -Health	-	-	-	-
4123001	Specific Shemes-Water works	-	-	-	-
4123002	Specific Shemes-Road & Buildings	1,20,18,300.00	-	-	1,20,18,300.00
4123005	CWIP -- Specific schemes - Civic Amenities	1,03,58,505.00	-	-	1,03,58,505.00
	Total	9,71,28,791.00	-	-	9,71,28,791.00

Refer Note No. 8

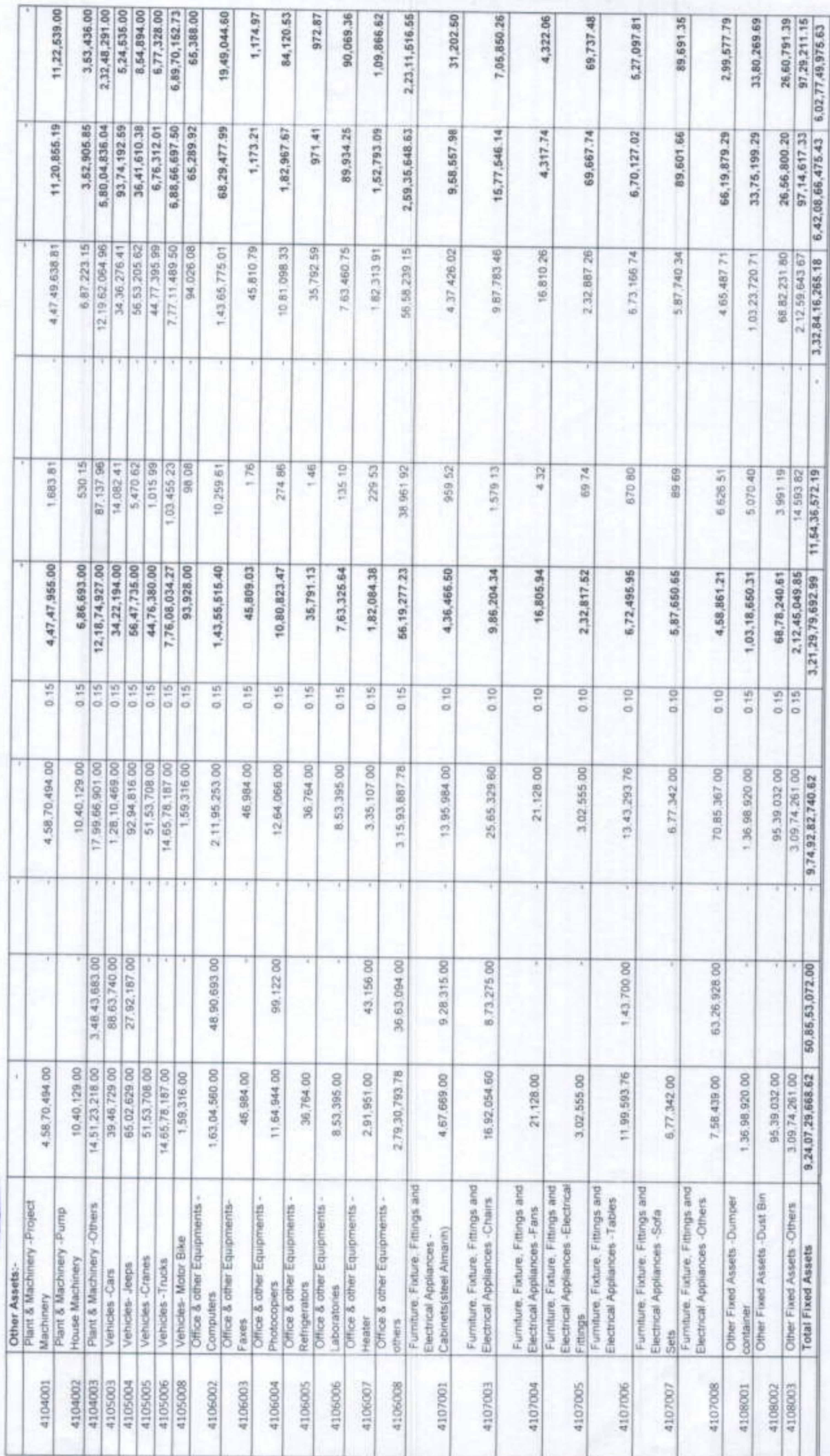


Schedule B-11: Fixed Assets [Code No. 410 & 411]

Depreciation Sch. For Financial Year - 2025-2026

Head of Account	Particulars	Gross Block			Rate of depreciation	Accumulated Depreciation			Net Block	
		Opening Balance as on 01.04.2025	Additions	Deductions		Opening Balance as on 01.04.2025	Depreciation during the year	Sale/Disposal/Transfer/Adjustment	At the end of current year	At the end of previous year
1	2.00	3.00	4.00	5.00	6.00	7.00	8.00	9.00	10.00	11.00
	Land & Buildings :-									
4101001	Land-Grounds	1,64,67,307.00	4,08,110.00		1,68,75,417.00				1,68,75,417.00	1,64,67,307.00
4101002	Lands - Under Buildings	38,86,10,636.70			38,86,10,636.70				38,86,10,636.70	38,86,10,636.70
4101003	Land-Open Markets & Others	1,03,59,23,236.74	3,00,000.00		1,03,62,23,236.74				1,03,62,23,236.74	1,03,59,23,236.74
4101004	Land-Parks	17,22,77,717.00	1,11,77,321.00		18,34,55,038.00				18,34,55,038.00	17,22,77,717.00
4101005	Land-Gardens	3,73,077.00			3,73,077.00				3,73,077.00	3,73,077.00
4101006	Land-Vacant Land	1,27,54,32,425.04			1,27,54,32,425.04				1,27,54,32,425.04	1,27,54,32,425.04
4101007	Land-Forest Land	5,32,78,471.00			5,32,78,471.00				5,32,78,471.00	5,32,78,471.00
4102001	Buildings- Residential	25,77,84,259.00	15,17,757.00		25,93,02,016.00	15,43,16,127.04	52,49,254.45		9,97,36,594.51	10,34,68,131.96
4102002	Buildings- Official	28,31,24,362.00	1,68,09,698.00		29,99,34,060.00	22,18,73,644.41	75,05,041.56		7,02,54,374.03	6,12,50,717.59
4102003	Buildings- Commercial	1,00,94,81,738.00	2,51,38,717.00		1,03,46,20,455.00	76,49,30,545.12	2,69,68,990.99		24,27,20,918.89	24,45,51,192.88
4102005	Buildings - Toilets	11,03,79,289.00	1,92,52,233.00		12,96,31,522.00	4,47,51,252.99	79,45,410.00		7,69,34,859.01	6,56,28,036.01
4102006	Buildings - Houses	11,07,58,487.00	1,72,000.00		11,09,30,487.00	1,98,92,544.00	91,03,794.30		8,19,34,148.70	9,08,65,943.00
4102007	Parking	61,40,57,914.00	8,79,01,073.00		70,19,58,987.00	15,08,54,139.32	5,51,10,484.77		49,59,94,362.91	46,32,03,774.68
4102008	Fixed Assets-Buildings-Labour Hostel	1,07,88,928.00			1,07,88,928.00	31,67,386.00	7,62,154.20		68,59,387.80	76,21,542.00
	Infrastructure Assets:-									
4103001	Roads & Bridges -concrete	9,93,88,552.00	28,99,645.00		10,22,88,197.00	3,14,47,980.07	70,840.22		7,07,69,376.72	6,79,40,571.93
4103002	Roads & Bridges -Black Topped	1,13,01,21,190.00	16,22,96,844.00		1,29,24,18,034.00	65,66,27,394.96	6,35,854.00		63,51,54,785.04	47,34,93,795.04
4103003	Roads & Bridges -Foot Path	52,00,19,450.00	7,99,41,341.00		59,99,60,791.00	21,12,61,021.56	3,88,699.77		38,83,11,069.67	30,87,58,428.44
4103004	Roads & Bridges -Bridges	10,61,12,798.00	5,50,932.00		10,66,63,730.00	4,90,75,008.00	57,588.72		5,75,31,133.28	5,70,37,790.00
4103005	Roads & Bridges -Stairs and Alleys	2,25,21,775.00	31,67,401.00		2,56,89,176.00	1,12,95,258.59	14,393.92		1,43,79,523.49	1,12,26,516.41
4103101	Sewerage & Drainage -Open Drains	9,34,53,643.00	1,14,00,070.00		10,48,53,713.00	2,65,09,037.00	78,344.68		7,82,66,331.32	6,69,44,606.00
4103102	Sewerage & Drainage - Underground Sewerage	58,60,85,573.00			58,60,85,573.00	18,09,78,246.00	4,05,107.33		40,47,02,219.67	40,51,07,327.00
4103103	Sewerage & Drainage-Storm Water Drain/Nallah	18,30,94,955.00	2,13,54,889.00		20,44,49,844.00	5,95,58,875.00	1,44,890.97		14,47,46,078.03	12,35,36,080.00
4103201	Water ways -Underground Water Lines	44,06,16,777.00			44,06,16,777.00	15,36,57,326.00	2,86,959.45		28,66,72,491.55	28,69,59,451.00
4103202	Water ways -Open Wells	4,10,426.00			4,10,426.00	1,99,394.00	211.03		2,10,820.97	2,11,032.00
4103203	Water ways- Reservoirs	26,91,279.00			26,91,279.00	12,51,785.00	1,439.49		14,38,054.51	14,39,494.00
4103301	Public Lighting -Lamp Posts	25,50,56,672.00	7,97,148.00		25,58,53,820.00	14,76,67,854.51	1,08,185.97		10,80,77,779.52	10,73,88,817.49
4103302	Public Lighting -Transformers	20,83,935.00			20,83,935.00	11,91,158.00	892.78		8,91,884.22	8,92,777.00







Schedule B-12: Investments - General Fund [Code 420]

Code of Account	Particulars	With whom invested	Current Year		Previous Year	
			Face value (₹)	Carrying Cost (₹)	Face value (₹)	Carrying Cost (₹)
1	2	3	4	5	6	7
4201001	Central Govt. Securities					
4202001	State Govt. Securities					
4203001	Debentures and Bonds					
4204001	Preference Shares					
4205001	Equity Shares	SJPNL				
4206001	Units of Mutual Funds		5,10,000.00			
4207001	Others					
4208001	Other Investments	SJPNL	64,94,45,050.00			5,10,000.00
Total of Investment General Fund			64,99,55,050.00			
Refer Note No. 10						64,99,55,050.00

Schedule B-13: Investments - Other Funds [Code 421]

Code No.	Particulars	With whom invested	Current Year		
			Opening Balance	Net Addition	Face value
1	2	3	4	5	6
421-10-01	Central Govt. Securities				
421-20-01	State Govt. Securities				
421-30-01	Debentures and Bonds				
421-40-01	Preference Shares				
421-50-01	Equity Shares				
4218001	GP Fund Investments:-	FD in State Banks	33,93,62,079.28	1,40,44,006.00	
Total of GP Fund Investments:-			33,93,62,079.28	1,40,44,006.00	
4218001	Pension Fund Investments:-	FD in State Banks			
Total of Pension Fund Investments:-					
4218001	CPS Fund Investment	FD in State Banks			
Total CPS Fund Investment:-					
4218001	Grant Fund Investments:-	FD in State Banks			
Total of Grant Fund Investments:-					
Grand Total of Other Fund Investments			33,93,62,079.28	1,40,44,006.00	34,35,85,440.83
					35,34,06,085.28

Schedule B-14: Stock in Hand (Inventories) [Code 430]

Code No.	Particulars	Current Year Amount (₹)	Previous Year Amount (₹)
1	2	3	4
4301001	Store -Opening Stock	1,23,02,273	-
4301002	Store -Closing Stock	-	-
4301003	Store -Purchases	-	1,21,35,530.00
4302001	Loose Tools	-	81,399.00
4308001	Others	-	85,344.00
	Total Stock In Hand	1,23,02,273.00	1,23,02,273.00

Schedule B-16: Prepaid Expenses [Code No 440]

Code No.	Particulars	Current year Amount (₹)	Previous year Amount (₹)
1	2	3	4
4401001	Establishment Expenses	-	-
4402001	Administrative Expenses	-	-
4403001	Operation & Maintenance	-	-
	Total Prepaid Expenses	-	-



Schedule B-15: Sundry Debtors (Receivables) [Code No 431]

Code No.	Particulars	Gross Amount	Provision for Outstanding revenues (Rs.)	Net Amount (₹)	Previous year Net amount (₹)
1	2	3	4	5=(3-4)	6
4311001	Receivables for Property Taxes				
	Upto 2 Years				
	More than 2 Years but less than 3 Years	10,56,06,597.43		10,56,06,597.43	9,27,83,528.00
	More than 3 Years but less than 4 Years				
	More than 4 Years but less than 5 Years				
	More than 5 Years				
	Net Receivables of Property Taxes	10,56,06,597.43		10,56,06,597.43	9,27,83,528.00
4311901	Receivables of other Taxes -Sewerage Tax				
	Upto 2 Years				
	More than 2 Years but less than 3 Years				
	More than 3 Years but less than 4 Years				
	More than 4 Years but less than 5 Years				
	More than 5 Years				
	Net Receivables of Other Taxes-Sewerage Tax				
4311902	Receivables of other Taxes -Water Tax				
	Upto 2 Years				
	More than 2 Years but less than 3 Years				
	More than 3 Years but less than 4 Years				
	More than 4 Years but less than 5 Years				
	More than 5 Years				
	Net Receivables of Other Taxes-Water Tax				
4311903	Receivables of other Taxes -Show Tax				
	Less than 2 Years	6,44,125		6,44,125.00	6,44,125.00
	Net Receivables of Other Taxes-Show Tax	6,44,125.00		6,44,125.00	6,44,125.00
4313001	Receivable for Fees & User Charges-Licence fees	2,70,902		2,70,902.00	2,70,902.00
4313002	Receivable for Fees & User Charges- Advertisement Fees				
	Sub- total	2,70,902.00		2,70,902.00	2,70,902.00
4313003	Receivables for Fees and other Charges- Water Charges				
	Less than 3 Years				15,91,54,405.76
	More than 3 Years	15,91,54,405.76		15,91,54,405.76	
	Sub- total			15,91,54,405.76	15,91,54,405.76
4314001	Receivables from other Sources- Rent				
	Less than 2 Years	16,77,37,177		16,77,37,176.73	16,56,78,668.87
	More than 2 Years but less than 3 Years				
	More than 3 Years				
	Sub- total	16,77,37,176.73		16,77,37,176.73	16,56,78,668.87
4314002	Receivables from other Sources- Interest Accured & Due	3,99,35,478		3,99,35,477.59	4,03,74,262.59
4314003	Receivables from other Sources- Interest Accured & But Not Due on Grant Fund				
4314005	Receivables from other Sources- Interest due from Employees	5,19,602		5,19,602.00	5,19,602.00
4314006	Receivables from other Sources- Hospital Dues	21,25,548		21,25,548.00	21,25,548.00
4315001	Receivable from Govt.-Grants				
4318001	Receivable Control Account-Property Tax	20,400		20,400	20,00,000
4318002	Receivable Control Account-Cess				
4318004	Receivable Control Account-Rent	(6,58,964)		(6,58,964)	
	Sub- total	4,19,42,063.59		4,19,42,063.59	4,50,19,412.59
	Net Receivables from other Sources	20,96,79,240.32		20,96,79,240.32	21,06,98,081.46
	Total Sundry Debtors (Receivables)	31,62,00,864.75		47,53,55,270.51	46,35,51,042.22



Schedule B-17 : Cash and Bank Balances [Code No 450]

Code No.	Particulars	Current Year Amount (₹)	Previous Year Amount (₹)
1	2	3	4
4501001	Cash	1,604.00	1,594.00
Balance with Bank - Municipal Funds			
4502101	Nationalised Banks -SBI	2,52,14,673	8,74,70,286
4502102	IDBI Bank - 98847	5,62,33,183	81,68,336
4502103	UCO Bank (ARTRAC)	-	77,064
4502104	MC Fund- Indian Bank, Shimla(Property Tax Account)	1,76,93,176	2,66,00,165
4502105	MC Fund- Punjab & Sind Bank, Sanjauli (WWH)	47,19,129	36,41,705
4502106	Union Bank of India, The Mall Shimla	7,92,246	45,37,176
4502201	Other Scheduled Banks-HDFC Bank	9,793	1
4502203	MC Fund, HDFC Bank, The Mall Shimla (Water & Sewerage Collection)	2,45,399	34,33,358
4502206	MC Fund, Indus Bank, The Mall Shimla	8,23,969	7,33,136
4502207	AU Small Finance Bank, The Mall Shimla	3,06,90,575	6,19,44,226
4502208	Axis Bank, The Mall Shimla (Gateway)	10,99,562	8,42,979
4502209	IDFC First Bank) (10089458099)	15,499	5,93,66,340
4502211	HDFC Bank (Birth and Death Registration) (50200099772693)	76,679	375
4502301	Scheduled Co-operative Banks-HPSCB (Main)	59,47,987	1,41,63,679
4502302	Municipal Fund-H.P.State Co.Op .Bank, The Mall Sml	-	99,21,481
4502303	Municipal Fund Schdule Co-Op. Bank-HPSCB, Shimla	1,71,60,655	2,00,75,973
4502304	HPSCB Main (43810137685)	1,15,24,757	2,82,36,901
Sub-total		17,22,47,282.26	32,92,13,160.07
Balance with Bank - Special Funds			
4504102	Nationalised Banks-PNB (Main)	-	-
4504103	Special Fund- SBI (P&G Fund)	2,13,80,313	1,11,78,823.84
4504201	IDFC First Bank (10194569208) GPF	4,25,777	2,46,85,008.83
4504301	Scheduled Co-operative Banks-HPSCB (Main) GP Fund	47,88,512	33,80,651.44
Sub-total		2,65,94,602.02	3,92,44,484.11



Balance with Bank - Grant Funds			
4506101	Grant Fund-UCO Bank, ARTRAC Shimla (Biodiversity Management Committee A/C)	3,16,809	3,02,052.75
4506102	Nationalised Banks-PNB (Near Lift)	19,20,502	5,05,335.59
4506103	Nationalised Banks-UCO Bank (Main)	-	-
4506105	Grant Fund- Indian Bank The Mall Shimla (JNNURM)	(34,985)	-
4506106	Grant Fund -SBI Shimla (ESCROW ACCOUNT)	96,971	94,542.00
4506107	Punjab & Sind Bank, The Ridge, Shimla	-	3,97,561.06
4506108	Indian Bank (Socio. Eco. Census Account)	34,95,660	36,28,357.00
4506110	SBI, Lower Bazar, Shimla (JNNURM-EU)	-	72,972.25
4506111	IDFC First Bank (10140656547)	6,71,43,811	55999839
4506112	UCO Bank (ARTRAC), Grant Fund (Swachh Bharat Mission)	-	816599
4506113	Grant Fund-Nationlized-SBI Bank, Anaj Mandi, PMAY (HFA) FUND	-	-
4506114	AU Small Finance Bank (SFC) (2301238147720122)	78,27,586	37,94,874
4506115	Grant Fund-Nationlized-Indian Bank, Scandal Point, The Mall Shimla-Public Contribution A/c	36,59,387	36,59,387
4506116	Grant Fund-Nationlized- Bank of Baroda, The Mall Shimla-CFC	4,21,27,396	4,72,89,522
4506117	Grant Fund-Nationlized- UCO Bank Main, The Mall Shimla-"Cesus"	24,77,926	24,75,321
4506118	Grant Fund-Nationlized- IDBI Bank, The Mall Shimla	11,08,10,495	12,36,75,747
4506119	UCO Bank, the Mall Shimla (Sanitary Landfill site)	2,47,39,214	2,79,30,001
4506121	SBI Kalibari, (Ashiana-1)	65,30,037	64,61,098
4506123	UCO Bank, the Mall Shimla (RAY)	96,16,282	91,67,244.83
4506124	SBI Kalibari, (Sewerage Networking)	-	31,114.00
4506125	H.P. Gramin Bank (Misc. A/c)	2,10,66,645	1,99,10,770.00
4506126	PNB - AMRUT	(1,34,83,982)	-
4506127	UCO BANK - PMAY	-	-
4506128	BI (SJVN Ltd.) (309502010017833)	66,96,928	15,05,774.59
4506129	AXIS Bank, Kasumpti (Grant Fund)	-	7,886.39



4506130	INDIAN Bank NULM	-	-
4506131	INDIAN Bank Smile Beggary Scheme	1,06,005	16,88,489.00
4506132	PNB Main 0427000106824431	6,965	-
4506134	Special Central Assistance	(2,00,00,000)	-
4506201	Grant Fund-J and k Bank, The Mall, Shimla (JNNURM)	50,90,549	53,23,738.54
4506202	Grant Fund (JNNURM)- ICICI Bank, Shimla	92,473	1,33,481.00
4506203	Grant Fund-J and k Bank, Shimla (JNNURM - PIU)	1,77,127	1,70,299.00
4506206	HDFC Bank Shimla (JNNURN-RAY)	18,23,451	18,89,494.31
4506207	H.P.State Co.-Op. Bank (e-Gov.) (43810135691)	1,88,46,780	1,69,63,230.73
4506208	UCO BANK(ARTRAC), Shimla (Small Grant - ICLEI-SA)	-	-
4506209	ICICI Bank Shimla (JNNURM Capacity Building)	-	2,44,399.00
4506210	HDFC Bank Shimla (CHALLENGE FUND)	1,87,455	1,82,499.00
4506224	MC Shimla Capital Asset Grant50100668434351	3,60,47,158	-
4506212	Grant Fund, Beneficiary Share A/c, Himachal Gramin Bank, The Mall Shimla (Ashiana- NULM)	1,81,84,654	1,66,33,689.00
4506213	AXIS Bank, Kasumpti (Grant Fund)	1,40,27,354	12,80,72,365.00
4506214	AXIS Bank, Kasumpti (Grant Fund)	-	214.00
4506215	Grant Fund-other Scheduled-ICICI Bank, The Mall Shimla-CFC	9,12,43,734	57,433.00
4506216	Grant Fund-other Scheduled-HDFC Bank, The Mall Shimla- Shimla Smart City	1,69,33,093	3,84,28,988.00
4506217	Axis Bank 15th CFC	79,151	-
4506218	AXIS Bank, Kasumpti (Grant Fund)	-	-
4506219	AU Small Finance Bank	9,35,63,332	10,72,08,400.33
4506221	HDFC Bank (SBM) (50100479180568)	(791)	-
4502212	RBL Bank The Mall Shimla	2,38,14,103	-
4506220	HDFC PPP based project	5,41,028	5,41,028.00
4506301	Scheduled Co-operative Banks-HPSCB (JNNURM)	8,30,165	17,43,783
4506302	H.P. State Co. Op. Bank (43810134300)	(7,39,595)	-
4506303	HPSCB CLC (NULM)	-	2,67,463.00
4506304	HPSCB Challenge Fund (Beneficiary Share)	2,06,057	2,30,116.00
Sub-total		59,60,66,929.75	62,75,05,109.05
Total Cash and Bank Balances		79,49,10,418.03	99,59,64,347.61



Schedule B-18: Other Current Assets [Code 460]

Code No.	Particulars	Balance outstanding at the end of the Current year	Balance outstanding at the end of the Previous
1	2	3	4
4601001	Loans and advances to employees- HBA	-	-
4601002	Loans and advances to employees- Conveyance	-	-
4601003	Loans and advances to employees- Computer Advance	76,570	76,570
4601004	Loans and advances to employees- Festival Advance	(6,98,999)	3,52,320.00
4601005	Loans and advances to employees- Vehicle Advance	-	-
4601006	Loans and advances to employees- Warm Clothing advance	1,107	1,107.00
4601007	Loans and advances to employees-Medical Advance	4,40,226	7,20,226.00
4601008	Loans and advances to employees- Others	55,578	55,578.00
4605006	Inter Branch Advance	60,00,000	-
4603001	Loan to Others	-	-
4604001	Advance to Suppliers and Contractors-Public Works	9,26,046	8,26,596.00
4604002	Advance to Suppliers and Contractors-Stores	1,96,66,310	1,60,54,137.00
4604003	Advance to Suppliers and Contractors-Material Issued to Contractors/Store	(5,94,512)	(4,22,286.00)
4604004	Advance to Suppliers and Contractors-Lease Rentals	5,000	5,000.00
4605001	Advance to others -Permanent Advances	2,44,664	2,43,576.00
4605002	Advance to Others-Advance against Projects	77,85,900	77,85,900.00
4605003	Advance to Others-Advance against Scheme	57,07,891	57,07,891.00
4605005	Advance to others -Temporary Advance to HODs	16,81,09,728	16,98,30,268.00
4606001	Advance to others-Deposit with External agencies (Electricity)	4,28,05,701	4,00,86,289.00
4606002	Advance to others-Deposit with External agencies(Telephones)	12,621	12,621.00
4606003	Deposit with External Agencies-Water	43,88,827	43,88,827.00
4606004	Deposit with External Agencies-Petrol Pumps	2,200	2,200.00
4606005	Deposits with External Agencies- Others	1,92,03,840	1,92,03,840.00
4606008	Deposit with External Agencies-Office & Other Equipments	9,41,593	9,41,593.00
	Sub- Total	27,50,80,291.00	26,58,72,253.00
4612001	Less: Accumulated Provisions against Loans Advances and Deposits(Schedule B-18 (a))	-	-
	Total Loans, Advances and Deposits	27,50,80,291.00	26,58,72,253.00



Schedule B-18 (a): Accumulated Provisions against Loans, Advances and Deposits (Code No 461)

Code No.	Particulars	Current Year Amount (₹)	Previous Year Amount (₹)
1	2	3	4
4611001	Loan to others		
4612001	Advances	-	-
4613001	Deposits	-	-
	Total Accumulated Provision	-	-

Schedule B-19: Other Assets [Code No 470]

Code No	Particulars	Current Year Amount (₹)	Previous Year Amount (₹)
1	2		4
4701001	Deposit Works -Civil Work		
4701002	Deposit Works -Electrical Work	-	-
4701003	Deposit Works- Other	-	-
4704001	Suspense Account	-	-
	Total Other Assets	-	41,801.00
		-	41,801.00

Schedule B-20: Miscellaneous Expenditure (to the extent not written off) [Code No 480]

Code No	Particulars	Current year	Previous year
		Amount (₹)	Amount (₹)
1	2	3	4
4801001	Loan Issue Expenses Deferred		
4802001	Discount on issue of loans	-	-
4803001	Deferred Revenue Expenses	-	-
4809001	Others	-	-
	Total Miscellaneous Expenditure	-	-



SCHEDULES:- ANNEXED TO AND FORMING PART OF INCOME & EXPENDITURE ACCOUNT			
Schedule I-1: Tax Revenue [Code No. 110]			
Code of Account	Particulars	Current year Amount (')	Previous year Amount (')
1	2	3	4
1100101	Property Tax Residential Buildings	5,79,28,571	5,37,04,325
1100102	Property Tax Commercial Buildings	11,64,17,490	13,42,60,813
1100103	Property Tax Land	37,99,600	38,36,023
1100201	Water Tax	-	-
1100301	Sewerage Tax	-	-
1100701	Vehicle Tax	-	-
1100801	Tax on Animals	-	-
1101401	Show tax	1,00,000	2,50,000
Total Tax Revenue		17,82,45,661	19,20,51,161

Schedule I-2 : Assigned Revenues & Compensation [Code No. 120]			
Code of Account	Particulars	Current year Amount (')	Previous year Amount (')
1	2	3	4
1201002	Taxes and Duties collected by others -Duty on transfer of Property	-	-
1201003	Taxes and Duties collected by others -Tax on Consumption of Electricity	-	1,90,56,042
1202001	Compensation in lieu of Taxes/Duties-Compensation in lieu of Octroi	33,62,48,574	32,59,88,071
Total Assigned Revenues & Compensation		33,62,48,574	34,50,44,113

Schedule I-3: Rental income from Municipal Properties [Code No. 130]			
Code of Account	Particulars	Current year Amount (')	Previous year Amount (')
1	2	3	4
1301001	Rent from Civic Amenities-Markets	3,12,30,114	3,10,17,857
1301002	Rent from Civic Amenities-Shopping Complexes	1,44,06,977	7,32,45,670
1301005	Rent from Civic Amenities-Marriage/Community Halls	26,33,794	39,000
1301008	Rent from Civic Amenities-Labour Hostel	8,95,024	8,05,488
1301009	Rent from Civic Amenities - Use of Open Space	16,52,552	49,64,668
1301010	Rent from Civic Amenities- Working Women Hostel	97,18,272	5,48,940
1302001	Rent from Office Buildings-Quarters	90,862	-
1303001	Rent from Guest-Houses	2,21,62,135	8,71,200
1304001	Rent from lease of Land	-	62,96,421
1308001	Other Rents-Lease Rentals Municipal Assets	-	-
1309001	Rent remission and refund	-	-
Total Rental Income from Municipal Properties		8,27,89,729	11,77,89,244



Schedule I-4 : Fees & User Charges - Income head-wise [Code No. 140]			
Code of Account	Particulars	Current year Amount (₹)	Previous year Amount (₹)
1	2	3	4
1401001	Empanelment & Registration Charges-Carts	-	-
1401002	Empanelment & Registration Charges-Contractors	-	-
1401004	Empanelment & Registration Charges-Professionals	-	-
1401101	Licensing Fees-D & O	(5,610)	-
1401102	Licensing Fees-Hawking	-	-
1401103	Licensing Fees-Shops	2,69,878	1,56,141
1401104	Licensing Fees-Bazaar	4,88,426	4,05,085
1401105	Licensing Fees-Staff Quarters	1,89,339	-
1401106	Licensing Fees-Plumbing License	4,52,801	5,95,579
1401108	Licensing Fees-Slaughtering	-	-
1401111	Fees & User Charges- License Fees- Others	17,08,780	60,27,645
1401301	Fees for Certificates or Extract-Copying	2,09,621	2,19,100
1401302	Fees for Certificates or Extract-Birth & Death Certificate	550	1,654
1401304	Fees for Certificate-Marriage	5,37,883	98,271
1401305	Fees for Certificates or Extract - Other	70	1,02,820
1401403	Development Charges-Demolition	-	-
1401502	Regularization Fees-Regularization	-	-
1401503	Regularization Fees-Revalidation	26,40,537	68,53,611
1401504	Regularization Fees-Conversion Fees	-	-
1402001	Penalties and Fines-Octroi	13,06,716	10,43,333
1402003	Penalties and Fines-Surcharge	-	-
1402004	Penalties and Fines-Others	-	-
1402005	Dishonored Cheques	9,35,320	4,70,994
1404001	Other Fees-Advertisement Fees	65,877	40,165
1404002	Other Fees-Tution Fees	1,22,34,786	87,95,995
1404006	Other Fees-Connection	-	-
1404007	Other Fees-Disconnection Charges	-	-
1404012	Other Fees-Fees for Job Porters	-	-
1404013	Other Fees-Compounding Fee	-	5,400
1404014	Other Fees-NOC Fee	2,97,85,780	1,49,95,770
1404015	Other Fees- Forest application processing Fees	7,34,787	40,545
1404016	Other Fees- Plantation Fees	2,97,293	-
1404017	Fees&User Charges-Other Fees-Green Fees on Vehicle	-	-
1404018	Inspection Fee (Architect Planner)	-	-
1404019	Other Fees-Exhibition Holding Charges	-	-
1405002	User Charges -Examination Charges	5,13,000	4,10,000
1405004	User Charges - Funeral Van	-	(5,332)
1405005	User Charges - Garbage Collection Charges	-	-
1405007	User Charges-Septic Tank Clearance	3,45,880	(3,543)
1405011	User Charges-Pay and Use Toilets	-	-
1405012	User Charges-Water Charges (Domestic)	-	-
1405014	User Charges-Water Tanker	-	-
1405015	User Charges-Meter charges	-	-
1405018	User Charges-Ticket Charges	-	-
1405020	User Charges-Parking Fees	5,08,876	7,89,804
1405021	User Charges-Laboratory Charges	1,62,31,073	1,63,07,434
1405022	User Charges-Telephone Tower Charges	12,712	10,504
1405023	User Charges-Connection Maintenance Charges	9,600	-
1405024	User Charges-Garbage Disposal Charges	-	-
1405025	User Charges-Medical Waste Disposal Charges	-	-
1405026	User Charges-Water Charges (Commercial)	-	-
1405027	Fees & User Charges - Sewerage User Charges	-	-
1406001	Entry Fees-Parks	-	-
1407001	Service/Administrative Charges-Service Charges	-	-
1407002	Service/Administrative Charges-Percentage on Deposit Works	81,724	8,000
1407004	Service/Administrative Charges-Road Damage Recovery Charges	22,72,700	17,25,823
1407005	Service/Administrative Charges-Stacking Charges	100	-
1407007	Service/Administrative Charges-Plan Processing Charges	3,40,53,319	1,09,16,312
1407008	Fees & User Charges- Dumping Charges	28,67,610	25,73,432
1407009	Service/Administrative Charges-	-	11,157
1408001	Other Charges-Other Charges	22,523	1,14,710
Total Fees & User Charges		10,87,71,951	7,27,10,409



Schedule I-5 : Sale & Hire Charges - Income head-wise [Code No. 150]			
Code of Account 1	Particulars 2	Current year Amount (₹) 3	Previous year Amount (₹) 4
1501001	Sale of Products-Tree Gaurds	-	-
1501003	Sale of Products-Manure	150	-
1501005	Sale of Products-Compost	-	200
1501006	Sale of Products-Nursery Plant	-	-
1501009	Sale of Products-Grass	-	-
1501011	Sale of Products-Others	-	-
1501101	Sale of Forms & Publications-Tenders	11,235	-
1501102	Sale of Forms & Publications-Data	17,64,588	10,39,180
1501103	Sale of Forms & Publications-Plans	350	-
1501105	Sale of Forms & Publications-Forms & Publication	79,800	63,612
1501201	Sale of stores & Scrap-Obsolete Stores	3,340	4,525
1501202	Sale of stores & Scrap-Obsolete Assets	8,30,467	-
1501203	Sale of stores & Scrap-Sale of Stores	1,282	-
1501205	Revenue From Sale of Liquor	-	-
1503001	Sale of Others-Old Newspapers	2,20,26,994	-
1504001	Hire Charges for Vehicles- Buses	-	-
1504002	Hire Charges for Vehicles- Others	23,000	-
1504101	Hire Charges on Equipments-Rollers	4,53,019	9,88,468
1504102	Hire Charges on Equipments-Tools & Equipments	9,08,675	8,24,200
Total Income from Sale & Hire Charges -		5,050	-
		2,61,07,950	29,20,185

Schedule I-6: Revenue Grants, Contributions & Subsidies [Code No. 160]			
Code of Account 1	Particulars 2	Current year Amount (₹) 3	Previous year Amount (₹) 4
1601001	Revenue Grants- Development Grants	-	-
1601004	Revenue Grants-Water Works Maintenance Grant	-	-
1601005	Revenue Grants Contribution- Other Development Grant	-	-
1602001	Re-imbursement of Expenses-Salary of Health staff from CPWD	-	12,38,13,055
1603001	Contribution towards schemes.	-	-
Total Revenue Grants, Contribution & Subsidies		1,81,60,076	12,49,034
		1,81,60,076	12,50,62,089

Schedule I-7: Income from Investments - General Fund [Code No. 170]			
Code of Account 1	Particulars 2	Current Year Amount (₹) 3	Previous Year Amount (₹) 4
1701001	Interest-Fixed Deposits	-	-
1708001	Other-Other Income	6,26,917	2,15,811
Total Income from Investments		-	-
		6,26,917	2,15,811

Schedule I-8: Interest Earned [Code No. 171]			
Code of Account 1	Particulars 2	Current Year Amount (₹) 3	Previous Year Amount (₹) 4
1711001	Interest from Bank Account-SB Accounts	-	-
1712001	Interest on Loans and advances to employees-HBA	99,40,728	3,05,15,125
1712004	Interest on loans and advances to employees-Festival	-	-
1713001	Interest on loans and advances to others	5,41,160	6,51,410
1712006	Interest on loans and advances to employees-Warm Clothing	80,00,000	-
1712007	Interest on loans and advances to employees-Others	-	-
1718001	Interest on Debtors and Other receivable-General Tax	-	450
1718002	Interest on debtors and other receivable (Rent)	5,475	-
1718003	Others-Others	20,75,573	30,34,269
Total. - Interest Earned		-	-
		2,05,62,936	3,42,01,254



Schedule I-9: Other Income [Code No. 180]			
Code of Account	Particulars	Current Year Amount (₹)	Previous Year Amount (₹)
1	2	3	4
1801001	Deposit Forfeited-EMD		
1801002	Deposit Forfeited-Security	17,250	41,400
1802001	Insurance Claim Recovery	2,13,683	3,00,000
1804001	Recovery From Employees	-	-
1805001	Unclaimed Refund Payable/Liabilities Written Back-Stale Cheques	6,34,755	22,08,747
1808001	Miscellaneous-Income	-	-
	Total Other Income	72,32,993	30,63,680
		80,98,681	56,13,827

Schedule I-10 : Establishment Expenses- [Code No. 210]			
Code of Account	Particulars	Current Year Amount (₹)	Previous Year Amount (₹)
1	2	3	4
2101001	Salary, Wages and Bonus-Salary & Allowance-Officers	1,80,37,582	1,32,81,353
2101002	Salary, Wages and Bonus-Salary & Allowances-Staff	31,88,69,194	35,02,52,499
2101003	Salary, Wages and Bonus-Wages	1,30,01,483	97,21,130
2101004	Salary, Wages and Bonus-Exgratia	5,44,800	7,47,000
2102002	Benefits and Allowances-LTC	-	-
2102003	Benefits and Allowances-Medical reimbursement	61,09,129	57,05,763
2102006	Benefits and Allowances-Uniform to Staff	-	-
2102007	Benefits and Allowances-Compensation to Staff	-	-
2102008	Benefits and Allowances-Honorarium to Corporators	47,60,217	39,23,628
2102009	Benefits and Allowances-Honorarium to Officers and Staff	11,500	-
2102010	Benefits and Allowances-Training	11,87,154	-
2102012	Benefits and Allowances-HRD Activities	-	40,84,500
2102013	Benefits and Allowances-32% Share of Laboratory Income to Lab. Staff	-	-
2103003	Pension-Pension Contribution	2,00,36,125	2,17,99,670
2103004	Pension-Pension Fund Deficit Contribution	20,23,84,422	16,34,91,051
2103005	Pension-Contribution to other Fund	2,22,12,727	2,11,80,053
2103006	Pension-Arrears Paid	2,87,07,862	-
2104001	Other Terminal & Retirement Benefits-Leave Encashment	2,48,64,762	2,39,60,350
2104002	Other Terminal & Retirement Benefits-Death cum Retirement Gratuity	89,25,665	90,70,087
2104003	Other Terminal & Retirement Benefits-Contribution to PF or other Funds	4,69,897	3,06,039
2104004	NPS Interest Paid on Employees Share	46,24,875	-
2104005	NPS Interest Paid on Employer Share	64,74,825	-
	Total Establishment Expenses	68,12,22,218	62,75,23,123



Schedule I-11: Administrative Expenses [Code No. 220]			
Code of Account	Particulars	Current Year Amount (₹)	Previous Year Amount (₹)
1	2		4
2201001	Rent, Rates and Taxes- Rent		9,000
2201002	Rent, Rates and Taxes- Land Revenue		-
2201003	Rent, Rates and Taxes- Land Revenue		-
2201004	Excise & Tax	3,77,57,741	-
2201101	Office maintenance-Electricity	34,94,615	25,31,463
2201102	Office maintenance-Water	2,29,839	2,28,534
2201103	Office maintenance-Security expenses	5,66,737	11,46,528
2201104	Office maintenance-Internet Expenses	99,727	6,032
2201105	Office maintenance-Laboratory Expenditure		1,03,946
2201201	Communication Expenses-Telephone	5,50,599	6,36,055
2201202	Communication Expenses-Mobile	70,150	35,800
2202001	Books & Periodicals-Megasines	34,466	-
2202002	Books & Periodicals-Newspapers	32,560	30,169
2202003	Books & Periodicals- Journals		-
2202004	Books & Periodicals-Books	5,990	5,688
2202101	Printing and Stationery-Service Postage	16,986	3,87,982
2202102	Printing and Stationery-Printing	11,02,874	10,34,374
2202103	Printing and Stationery-Stationery	3,21,997	78,209
2202104	Computer consumables	2,14,915	90,378
2203001	Traveling & Conveyance-Fuel		-
2203002	Traveling & Conveyance-Traveling	1,00,212	50,604
2203003	Traveling & Conveyance-Petrol & Diesel	14,89,583	19,44,933
2204001	Insurance	19,02,408	27,88,491
2205001	Audit Fee	5,81,127	6,69,709
2205101	Legal Expenses-Legal Fees	36,82,149	65,55,058
2205102	Legal Expenses-Cost of Recovery of Tax Revenue	3,497	-
2205303	Legal Expenses-Suit Compromises		30,000
2205301	Professional and other fees-Architect Fees	9,05,643	1,22,301
2205302	Professional and other fees-Engineers Fees	45,000	1,35,000
2205303	Professional and other fees-Technical Fees	96,086	6,95,814
2205304	Professional and other fees-Consultancy Charges	5,84,100	12,40,239
2205305	Birth and Death Certificate Expenses	10,304	-
2206001	Advertisement and Publicity-Hospitality Expenses	5,27,782	1,53,014
2206002	Advertisement and Publicity-Advertisement	11,03,850	8,24,973
2206003	Advertisement and Publicity-Organization of Festival	1,16,002	(5,47,779)
2206101	Membership & Subscription	23,600	23,600
2208001	Expenditure on Urban Forestry	11,48,865	18,09,872
2208002	Cremation of unclaimed Dead Bodies	25,500	69,916
2208003	Other Office Expenses	33,81,360	41,90,297
Total Administrative Expenses		6,02,26,264	2,70,80,200



Schedule I-12: Operations and Maintenance [Code No. 230]			
Code of Account	Particulars	Current Year Amount (₹)	Previous Year Amount (₹)
1	2	3	4
2301001	Power & Fuel	29,07,341	27,74,896
2302001	Bulk Purchases-Electricity	4,88,30,421	4,71,20,274
2302003	Liquor Payment	1,07,05,875	-
2303001	Consumption of Stores-Stores	-	-
2304001	Hire Charges- Machinery Rent	-	-
2304002	Hire Charges-Others (Tanker)	2,45,167	-
2305001	Repair & Maintenance Infrastructure Assets-Road & Bridges	1,83,74,716	90,06,952
2305002	Repair & Maintenance Infrastructure Assets-Fly Overs	-	2,99,059
2305003	Repair & Maintenance Infrastructure Assets-Water Supply Lines	-	284
2305004	Repair & Maintenance Infrastructure Assets-Street Lighting	-	-
2305005	Repair & Maintenance Infrastructure Assets-Storm Water	13,82,171	-
2305006	Repair & Maintenance Infrastructure Assets-Drains	4,69,331	1,32,103
2305008	Repair & Maintenance Infrastructure Assets-Sewerage Lines	-	-
2305009	Repair & Maintenance Infrastructure Asset- Footh path	39,05,683	27,02,801
2305010	Repair & Maintenance Infrastructure Assets- Others	22,29,582	30,74,794
2305101	Repair & Maintenance-Civic Amenities-Parks	8,54,074	4,36,860
2305104	Repair & Maintenance-Civic Amenities Playgrounds	13,32,356	3,57,738
2305106	Repair & Maintenance-Civic Amenities Parking lots	6,00,611	1,59,000
2305108	Repair & Maintenance-Civic Amenities-Houses	-	-
2305109	Repair & Maintenance-Civic Amenities Commercial Complex	12,97,332	6,36,370
2305115	Repair & Maintenance-Civic Amenities-Public Toilets	4,44,306	4,65,954
2305201	Repair & Maintenance-Buildings-Official Buildings	20,42,078	5,32,758
2305202	Repair & Maintenance-Buildings-Residential Buildings	22,74,066	37,11,977
2305301	Repair & Maintenance-Vehicle	1,92,63,690	66,25,710
2305901	Repair & Maintenance-Others-Furniture Fixture	17,085	1,26,254
2305902	Repair & Maintenance-Others-Electrical appliances	6,34,356	3,75,219
2305903	Repair & Maintenance-Others-Office Equipment	8,704	12,664
2305904	Repair & Maintenance-Others-Other Fixed Assets	236	82,131
2305905	Repair & Maintenance-Others-Survey & Drawing Equipment	-	-
2308001	Other Operating & Maintenance expenses-Testing & Inspections	-	-
2308002	Other Operating & Maintenance expenses-Water Purification	1,00,04,935	-
2308003	Other Operating & Maintenance expenses-Garbage Clearance	7,62,59,076	8,41,34,275
2308007	Other Operating & Maintenance expenses-Health Sanitation	1,25,57,803	63,93,360
2308009	Dog Census	8,38,550	-
Total Operations & Maintenance Expenses head wise		21,74,79,545	16,91,61,433



Schedule I-13: Interest & Finance Charges [Code No. 240]			
Code of Account	Particulars	Current Year Amount (₹)	Previous Year Amount (₹)
1	2	3	4
2405001	Interest on Loan from Banks & other Financial Institutions	-	-
2406001	Other Interest-Leases	-	-
2406002	Other Interest- Hire Purchases	-	-
2406003	Late fee/Interest/Damage Charges	-	-
2406004	Interest on Reversal of ITC	-	-
2407001	Bank Charges	-	20,25,298
2408001	Other Finance Expenses-Discout on early/prompt payment	4,87,700	11,336
2408003	Rebate on collections through online mode	-	-
		7,620	1
	Total Interest & Finance Charges	4,95,320	20,36,635

Schedule I-14: Programme Expenses [Code No. 250]			
Code of Account	Particulars	Current Year Amount (₹)	Previous Year Amount (₹)
1	2	3	4
2502001	Own Programme	2,86,317	1,89,980
2503001	Share in Programme of others	(3,52,230)	2,26,730
	Total Programme Expenses	(65,913)	4,16,710

Schedule I-15: Revenue Grants, Contributions & Subsidies [Code No 260]			
Code of Account	Particulars	Current Year Amount (₹)	Previous Year Amount (₹)
1	2	3	4
2601003	Revenue Grants for-Health & others	-	-
2602001	Revenue Contribution-Water Works	-	-
2602003	Revenue Grants for-Health & others	-	-
2603001	Revenue Subsidies-Water Works	-	-
2603002	Revenue Subsidies-Road & Buildings	-	-
2603003	Revenue Grants for-Health & others	-	-
	Total Revenue Grants, Contributions & Subsidies	-	55,000

Schedule I-16: Provisions & Write off [Code No. 270]			
Code of Account	Particulars	Current Year Amount (₹)	Previous Year Amount (₹)
1	2	3	4
2701001	Provision for outstanding Property Taxes	-	-
2701006	Provisions for outstanding Water Taxes	-	-
2701005	Provision for outstanding sewerage Tax	-	-
2701004	Provision for outstanding Fees & User Charges-Rent	-	-
2704003	Assets Written off-Others	-	-
2705002	Miscellaaneous Expenses Written off-Others	-	-
	Total Provisions & Write off	-	-



Schedule I-17: Miscellaneous Expenses [Code No. 271]			
Code of Account	Particulars	Current Year Amount (₹)	Previous Year Amount (₹)
1	2	3	4
		-	-
2711001	Loss on disposal of Assets	-	-
2712001	Loss on disposal of Investments	-	-
2713001	Decline in Value of Investments	-	-
	Total Miscellaneous Expenses	-	-

Schedule I-18: Depreciation [Code No. 272]			
Code of Account	Particulars	Current Year Amount (₹)	Previous Year Amount (₹)
1	2	3	4
		11,29,46,171	9,94,25,790
2722001	Depreciation-Buildings	11,67,377	9,63,49,918
2723001	Depreciation-Roads & Bridges	6,28,343	6,44,40,324
2723101	Depreciation-Sewerage and Drainage	2,88,610	3,20,67,776
2723201	Depreciation-Waterways	1,09,079	1,20,04,500
2723301	Depreciation-Public Lighting	37,086	43,15,458
2724001	Depreciation-Plant & Machinery	1,24,122	1,25,04,366
2725001	Depreciation-Vehicles	49,864	50,11,088
2726001	Depreciation-Office & Other Equipments	33,655	1,88,582
2727001	Depreciation-Furniture, Fixtures, Fittings and Electrical	-	27,82,989
2728001	Depreciation-Other Fixed Assets	11,53,84,307	32,90,90,791
	Total Depreciation	11,53,84,307	32,90,90,791

Schedule I-19: Prior Period Items (Net) [Code No. 280]			
Code of Account	Particulars	Current Year Amount (₹)	Previous Year Amount (₹)
1	2	3	4
		2,33,000	-
2802001	Period Period Items-Other Revenues	(2,33,000)	(1,92,15,976)
2804001	Period Period Items-Other Income	-	(1,92,15,976)
	Sub Total Income (a)		
	Expenses	-	-
2805001	Refund of Taxes-All Type of Taxes	-	-
2806001	Refund of Other Revenues-Water Supply	-	-
2806002	Refund of Other Revenues-Rent	41,801	4,27,12,687
2808001	Prior Period Items-Other Expenses	41,801	4,27,12,687
	Sub Total Expenses (b)	41,801	2,34,96,711
	Total Prior Period (Net) (a-b)	41,801	2,34,96,711



SIGNIFICANT ACCOUNTING POLICIES

Basis for preparation of Accounts

The accounts have been prepared to comply in all material aspects with applicable accounting principles in India, the accounting standards issued by the Institute of Chartered Accountants of India and relevant provisions of the Shimla Municipal Corporation Accounts Manual.

Revenue Recognition

- a) Property and Other Taxes are recognized in the period in which they become due and demands are ascertainable.
- b) Other Incomes, which are of an uncertain nature or for which the amount is not ascertainable or where demand is not raised in regular course of operations, is recognized on actual receipt.

Recognition of Expenditure

- a) Expenses on Salaries, Bonus and other allowances are recognized as and when they are due for payment.
- b) All revenue expenditures are treated as expenditures in the period in which they are incurred.
- c) In case of works, expenditures are accrued as soon as the work has been measured and becomes due for payment.

Fixed Assets

All the Fixed Assets are carried at cost less accumulated depreciation. Depreciation is provided (except in case of Land) on the written down value method and at the rates as specified in the Income Tax Act, 1961.

Borrowing Cost

Borrowing Cost is recognized as revenue expenditure on accrual basis except in case of fixed assets.



Inventories

Inventories are valued at cost price or market value whichever less, as per AS-2 (Accounting for Inventories).

Grants

- a) General Grants which are of revenue nature are recognized as income on actual receipt.
- b) Grants, which are re-imbursement of specific revenue expenditure is recognized as income in the accounting period in which the corresponding revenue expenditure is charged to the Income & Expenditure Account.
- c) Grants received towards capital expenditure are treated as a liability till such time the fixed assets is acquired/constructed. On construction/acquisition of fixed assets, the grant corresponding to the value of the assets so constructed or acquired is treated as a capital receipt and transferred to Capital Contribution.

Employee Benefits

- a) Separate Funds are formed for meeting the Pension and other retirement benefits including gratuity and leave encashment.
- b) Contribution towards pension and other retirement benefit funds are recognized as and when is due.

Investments

All investments are initially recognized at cost. Long Term investments are carried at their cost.

Short Term investments are carried at cost or market value (if quoted) whichever is lower.



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**NOTES TO ACCOUNTS FOR THE PREPARATION OF BALANCE SHEET OF
SHIMLA MUNICIPAL CORPORATION**

1. Municipal Fund represents fund other than General Fund, Pension & Gratuity Fund and Contributory Pension Fund.
2. Earmarked Funds represents General Provident Fund of Rs. 2,13,80,312.75/-Contributory Pension Fund of Rs.13208416.59/-and Pension & Gratuity Fund of Rs.35,81,94,597.32/-
3. Capital contribution made up of capital grants from Central Govt., State Govt. and various external agencies.
4. Grants& Contributions for specific purposes represents unutilized grant amounting to Rs 1,14,47,04,553.01 (opening balance of Rs. 58,83,83,356.71 addition & utilization of Rs. 73,46,39,364.96 and Rs.16,19,40,472.64 respectively).
5. Deposits received amounting Rs.15,49,68,886.51/-includes EMD Security from contractors, Water Meter security from customers and security received from customer in respect of community centers. The corporation is in the process of identifying unclaimed security/EMD etc. and the same will credited to Income & Expenditure Account in due course.
6. Total Current Liabilities and provisions include the following:
 - a) Payable to IPH Department Rs. 2,17,47,39,965/- on the account of cost of water.
 - b) Other Current Liabilities –Rs. 8,76,36,262.85 /-
7. The value of the fixed assets has been taken on historical cost less accumulated depreciation.

Depreciation on the fixed assets has been worked out as under: -

- i. Furniture & Fittings @10%
- ii. Residential Buildings @5%
- iii. Official and commercial buildings @10%
- iv. Toilets and Pump houses @10%
- v. Office Equipment's @15%
- vi. Dumper Containers @15%
- vii. Plant & Machinery @15%
- viii. Vehicles @15%
- ix. Computer Equipment @40%
- x. Public Lightning @10%
- xi. Water Ways Reservoir @10%
- xii. Sewerage and Drainages @10%



- xiii. Road & Bridges @10%
- xiv. Other Fixed Assets @15%

Depreciation has been provided on the written down value of assets.

8. Capital Work-in-Progress has opening and closing balance of **Rs.13,19,72,474.00**. No Capitalization has been done during the year. All the additions have been made directly to the respective Fixed Assets.
9. Actuarial Valuation has not been done for pension and other retirement benefits and the same is being recorded on cash basis.
10. Investment in General Fund (Investment out of Municipal Fund) as on 31.03.2026 amounts to **Rs.64,99,55,050/-** Investment in Other Fund represents General Provident Fund investment of **Rs. 33,93,62,079/-**, and Grant Fund Investments of **Rs. 4,223,362/-**, Investment in Equity Shares of SJPNL of **Rs. 5,10,000/-**, Other Investments of **Rs. 64,94,45,050/-** (represents assets transferred to SJPNL on demerger).
11. No Physical verification has been done in the respect of fixed assets and stock in hand during the year by the management as required by the Shimla Municipal Corporation Accounts Manual.
12. Receivables under the head Sundry Debtors include amount receivable against the following heads:-
 - a) Property Taxes **Rs. 10,56,06,597.43** /- (including Show Tax)
 - b) Receivable for water supply **Rs.15,91,54,406/-**
 - c) Receivables from other Sources- Hospital Dues **Rs. 21,25,548/-** .
 - d) Interest due from Employees amounting **Rs. 5,19,602/-**
13. Loans, Advances and Deposits **Rs. 27,50,80,291.00** /- includes advances given to HOD's amounting to **Rs. 169830268/-** and advances to HPSEB amounting to **Rs. 40086289/-** and other advances of **Rs. 6,41,64,862.00** /-
14. As per Bank Reconciliation Statement of Account No. 438022527 and A/c code 4502301, there are digital/online payments received through Lok Mitra Kendra and directly by individuals or entities up to FY 2018-19. These credits remain unconnected for want of information i.e., tracking number/UTR No. etc. and the entire unreconciled amount is figuring in the bank reconciliation statement as a balancing figure under this group which reflects amount received on account of water charges through Lok Mitra Kendra and direct online payments by various users.



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15) Capital Work-in-Progress (CWIP): As on 01 April 2025, the Municipal Corporation Shimla had an opening balance of ₹9,71,28,791 under the Capital Work-in-Progress (CWIP) head. Instead of reviewing, reconciling, capitalizing completed works, or providing justification for the long-pending balance. No justification, project-wise details, ageing analysis, or explanation for the continued accumulation of expenditure under the CWIP head without capitalization has been provided by the management. The absence of such information raises concerns regarding the correctness of classification of expenditure, timely capitalization of completed assets, and compliance with the National Municipal Accounting Manual (NMAM).

16) Non-Maintenance of Grant Sheets: The Municipal Corporation Shimla has not maintained grant sheets for grants received from the Central Government, State Government, and other funding agencies. In the absence of grant-wise records showing opening balances, grants received, expenditure incurred, adjustments, unspent balances, and closing balances, the utilization and reconciliation of grants could not be independently verified. The non-maintenance of grant sheets adversely affects transparency, financial monitoring, and the proper accounting and reporting of grants in accordance with the National Municipal Accounting Manual (NMAM).

17) Unreconciled Employee and Statutory Recovery Payable Balances: The books of the Municipal Corporation Shimla reflect various balances under employee welfare funds, recoveries payable, and statutory liabilities. However, several ledger accounts contain abnormal debit balances and unreconciled amounts, including Loans (₹14,63,466 debit), Service Tax (₹1,50,58,365 debit), and TDS (₹2,93,727 debit), which ordinarily represent payable liabilities. No reconciliation, supporting schedules, confirmations, or justification for these outstanding balances has been provided by the management. Consequently, the correctness, recoverability, and classification of these balances could not be verified, and the impact, if any, on the financial statements remains unascertained.

The books of the Municipal Corporation Shimla contain abnormal debit balances under certain employee recovery and statutory liability accounts, including Loans, Service Tax, and TDS, which ordinarily should have credit balances. No reconciliation, supporting records, or justification for these balances has been provided by the management. Accordingly, the correctness and classification of these balances could not be verified during the audit. The consequential impact, if any, on the financial statements remains unascertained.



SHIMLA MUNICIPAL CORPORATION

INTERNAL AUDIT REPORT

For the Financial Year 2025-26

To

The Commissioner
Municipal Corporation Shimla
Shimla - 171001
Himachal Pradesh,

INTERNAL AUDITOR'S REPORT

1. Introduction

We have conducted the Internal Audit of the Municipal Corporation Shimla ("the Corporation") for the financial year ended 31 March 2026 in accordance with the terms of our appointment and the applicable Standards on Internal Audit (SIAs) issued by the Institute of Chartered Accountants of India (ICAI).

The objective of the internal audit was to evaluate the adequacy and effectiveness of the Corporation's internal control systems, accounting procedures, financial management practices, statutory compliances, and operational efficiency. The audit was carried out on a test-check basis and included examination of accounting records, supporting documents, statutory records, financial statements, internal controls, and such other records as were considered necessary in the circumstances. This report contains the significant observations and recommendations arising from our audit. The observations are intended to assist the management in strengthening internal controls, improving financial reporting, ensuring compliance with applicable laws and regulations, and enhancing governance practices.

2. Management's Responsibility

The management of the Municipal Corporation Shimla is responsible for:

- Maintaining proper books of account and other financial records in accordance with the provisions of the Himachal Pradesh Municipal Corporation Act, the Shimla Municipal Accounting Manual (SMAM), and other applicable laws, rules, and accounting principles.
- Establishing, implementing, and maintaining an adequate system of internal controls to safeguard assets, prevent and detect frauds and errors, and ensure the completeness and accuracy of accounting records.
- Preparing financial statements that present a true and fair view of the financial position and financial performance of the Corporation.
- Ensuring compliance with applicable statutory provisions, Government orders, grant conditions, taxation laws, procurement rules, and other regulatory requirements.
- Providing complete, accurate, and timely information, records, explanations, and supporting documents required for the conduct of the internal audit.

3. Internal Auditor's Responsibility



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Our responsibility is to conduct the internal audit in accordance with the applicable Standards on Internal Audit (SIAs) issued by the Institute of Chartered Accountants of India and to report our significant observations, weaknesses in internal controls, instances of non-compliance, and recommendations for improvement.

The internal audit was planned and performed to obtain reasonable assurance regarding the adequacy and effectiveness of internal controls, reliability of financial and accounting information, compliance with applicable laws and regulations, and efficiency of operations. The audit procedures included test-check verification of transactions, analytical review, examination of supporting records, discussions with the management and officials, and evaluation of internal control systems. As an internal audit is conducted primarily on a test-check basis, it does not provide absolute assurance that all deficiencies, irregularities, or instances of non-compliance, if any, will be detected.

4. Scope of Internal Audit

The scope of the internal audit included, inter alia:

- Examination of books of account and financial records.
- Review of receipts and payments.
- Verification of bank accounts and reconciliations.
- Review of grants received and their utilization.
- Verification of fixed assets and Capital Work-in-Progress.
- Review of revenue collection and expenditure.
- Examination of employee-related liabilities and statutory deductions.
- Review of procurement procedures and contract management.
- Verification of statutory compliances, including GST, TDS, EPF, NPS, and other applicable laws.
- Evaluation of the adequacy and effectiveness of internal control systems.
- Review of compliance with the Shimla Municipal Accounting Manual (SMAM), Government instructions, and applicable accounting policies.

5. Basis of Reporting

This report is based on the information, explanations, books of account, records, documents, and other materials made available to us during the course of the internal audit. Our observations are based on the audit procedures performed on a test-check basis and should be read in conjunction with the detailed observations and recommendations contained in the succeeding chapters of this report.

6. EXECUTIVE SUMMARY

The Internal Audit of the Municipal Corporation Shimla (SMC) for the Financial Year 2025-26 was conducted to assess the adequacy and effectiveness of the Corporation's internal control system, accounting framework, financial management practices, statutory compliance, and adherence to the provisions of the Shimla / National Municipal Accounting Manual (SMAM / NMAM), the Shimla Municipal Corporation Accounting Manual, and other applicable laws and Government instructions.

The audit was conducted on a test-check basis through examination of books of account, financial statements, vouchers, supporting records, statutory registers, bank reconciliations, grant records, fixed asset records, and other relevant documents produced before us. Discussions were also held with the concerned officials to obtain explanations wherever considered necessary.



The audit revealed significant weaknesses in the accounting system and financial reporting framework. Several accounting records prescribed under the Shimla Municipal Accounting Manual are either not maintained or are incomplete. Long-pending unreconciled balances continue to appear in the financial statements without adequate supporting records, reconciliation, or justification from the management. These deficiencies adversely affect the reliability of the financial statements and weaken the overall internal control environment.

A major observation relates to the non-maintenance of grant sheets. During the financial year 2025-26, the Corporation did not maintain grant-wise registers or grant sheets showing opening balances, grants received, expenditure incurred, adjustments, utilization, and closing balances. Consequently, the utilization of grants and reconciliation of grant balances could not be independently verified.

The audit further observed that Capital Work-in-Progress (CWIP) continues to accumulate without timely capitalization. An opening balance of ₹9.71 crore existed under CWIP, to which an additional ₹3.48 crore was added during the year. No project-wise ageing analysis, completion status, capitalization plan, or management justification was made available.

Significant deficiencies were also noticed in GST accounting and inter-departmental coordination. GST was discharged on receipts initially realized through cheques. However, where such cheques were subsequently dishonoured, the information was not communicated promptly by the Property Tax and Cash Branches to the Accounts Branch. Upon subsequent realization of the same dues, GST was again deposited, resulting in instances where GST was paid multiple times on the same underlying transaction. This reflects inadequate reconciliation procedures and weak coordination among departments.

The audit also observed that numerous Balance Sheet accounts contain long-standing unadjusted balances, many of which have remained unchanged for several years. Several liability accounts contain abnormal debit balances, while certain asset and deposit accounts continue to remain outstanding without adjustment, confirmation, or recovery. Management could not provide reconciliation statements, confirmations, ageing analysis, or documentary evidence supporting these balances. Consequently, the correctness, recoverability, and classification of these balances could not be verified.

Particular concern was noted in respect of deposits received, statutory liabilities, employee recovery accounts, stock-in-hand, receivables, advances, deposits with external agencies, and water revenue balances. Liability accounts such as Service Tax, TDS, employee recoveries, loans, deputation recoveries, and other statutory recoveries contain debit balances which are inconsistent with their accounting nature and require immediate investigation and rectification.

The audit further observed that the accounting records are not being maintained in accordance with the Shimla Municipal Accounting Manual. Essential subsidiary records, reconciliation statements, supporting schedules, grant registers, project registers, and control accounts were either not maintained or were incomplete, resulting in significant limitations in audit verification.

The audit also identified deficiencies in the technical capacity of personnel responsible for accounting and financial management. Adequate training on municipal accounting, SMAM, GST, government accounting, financial reporting, reconciliation procedures, and internal financial controls has not been imparted to the concerned officials. The absence of continuous professional development and structured capacity-building programmes has adversely affected the quality of accounting records, statutory compliance, financial reporting, and implementation of prescribed accounting procedures.



Summary of Major Audit Observations

Sr. No.	Observation	Risk Rating
1	Non-maintenance of Grant Sheets and grant-wise reconciliation records.	High
2	Long-standing unadjusted balances under numerous Balance Sheet accounts without reconciliation or management justification.	High
3	Capital Work-in-Progress of ₹9.71 crore continued from previous years with further addition of ₹3.48 crore during the year without capitalization or project-wise ageing analysis.	High
4	Statutory dues paid multiple times on certain receipts due to cheque dishonour and lack of coordination between the Property Tax, Cash and Accounts Branches.	High
5	Abnormal debit balances under statutory liability and employee recovery accounts, including Service Tax, TDS, Loans, Deputation Recoveries and other liability heads.	High
6	Numerous deposit accounts, advances, receivables, stock balances and deposits with external agencies remained unreconciled for several years.	High
7	Stock-in-Hand balance remained unchanged for several years, indicating absence of periodic verification and reconciliation.	High
8	Weak maintenance of subsidiary records, supporting schedules, control accounts and reconciliation statements prescribed under NMAM.	High
9	Books of account are not maintained in accordance with the Shimla Municipal Accounting Manual and prescribed accounting procedures.	High
10	Weak internal controls over accounting, financial reporting, inter-departmental coordination and monitoring of statutory compliances.	High
11	Inadequate technical training, professional competency and capacity-building of accounting personnel leading to recurring accounting deficiencies and non-compliance with prescribed accounting standards and procedures.	High

The audit indicates that the financial management and accounting framework of the Municipal Corporation Shimla requires substantial strengthening. The persistence of long-standing unreconciled balances, non-maintenance of grant records, deficiencies in statutory accounting, weak internal controls, and inadequate adherence to the National Municipal Accounting Manual significantly affect the reliability of the financial statements. Immediate corrective measures are required to reconcile outstanding balances, maintain prescribed accounting records, strengthen inter-departmental coordination, improve statutory compliance, build the technical competency of accounting personnel, and establish an effective internal financial control system to ensure transparency, accountability, and sound financial governance.

7. DETAILED AUDIT OBSERVATIONS

Observation No. 1 Long-standing Unadjusted and Unreconciled Balances in Balance Sheet Accounts (Risk Level: High)

As per the National Municipal Accounting Manual (NMAM), the Shimla Municipal Corporation Accounting Manual, and generally accepted accounting principles, all asset, liability, deposit, advance, receivable, and payable accounts should be periodically reconciled, supported by subsidiary records, confirmed where necessary, and adjusted in a timely manner so that the financial statements present a true and fair view of the financial position of the Corporation.

Observation: During the course of audit, it was observed that several Balance Sheet accounts continue to carry long-standing unadjusted and unreconciled balances for many years.



Management could not provide reconciliation statements, confirmations, ageing analysis, supporting schedules, or justification for the continuance of these balances.

The audit observed the following significant outstanding balances:

Account Code	Particulars	Amount (₹)	Audit Remarks
3402003	Deposit Received – Water Revenue	1,62,82,009.00	Long-pending deposit balance requiring reconciliation and identification of the underlying liability.
3408002	Deposit from Working Women	46,000.00	Outstanding balance pending verification and settlement.
3411001	Deposit from Civil Works	8,00,000.00	Deposit remains unadjusted; supporting records and reconciliation not produced.
3413001	Other Deposits	1,09,36,087.00	Long-standing deposit balance requiring detailed party-wise reconciliation.
3501005	Creditors Payable against Specific Scheme	1,078.00	Old liability pending adjustment despite insignificant balance.
3501107	Employees' Welfare Fund Liability	3,22,291.00	Liability continues without supporting records or confirmation of outstanding obligation.
3501003	Government Due Payable – Labour Cess (<i>Debit Balance</i>)	4,32,11,461.10	Abnormal debit balance in a liability account requiring immediate investigation and rectification.
3502001	Recoveries Payable – PF Deductions	3,30,551.00	Pending reconciliation with statutory records and employee-wise recoveries.
3502002	Recoveries Payable – LIC	6,18,941.00	Outstanding liability requires reconciliation with LIC schedules and recoveries.
3502003	Recoveries Payable – Loans (<i>Debit Balance</i>)	14,63,466.00	Debit balance indicates incorrect accounting/classification and requires adjustment.
3502004	Recoveries Payable – Societies Loans	1,95,336.00	Balance requires employee-wise reconciliation and settlement.
3502005	Recovery Payable – Service Tax (<i>Debit Balance</i>)	1,50,58,365.00	Abnormal debit balance indicates possible unreconciled statutory transactions requiring verification.
3502007	Recoveries Payable – TDS (<i>Debit Balance</i>)	2,93,727.00	Debit balance requires reconciliation with Income-tax records and corrective accounting.
3502010	Recoveries Payable – Works Contract	1,87,57,713.00	Significant outstanding liability requiring contract-wise reconciliation.
3502011	Recoveries Payable – GIS	32,308.00	Pending reconciliation with employee recoveries and remittances.



3502012	Recoveries from Staff on Deputation (Debit Balance)	2,63,86,944.55	Large abnormal debit balance requires detailed verification and immediate corrective action.
3502013	Recoveries Payable – Others (RD) (Debit Balance)	46,60,481.00	Debit balance suggests incorrect accounting and requires detailed reconciliation.
3502014	TDS under GST	5,71,627.50	Balance requires reconciliation with GST returns and statutory records.
3502015	Recoveries Payable – Water Charges	7,75,08,692.00	Long-standing balance requiring consumer-wise reconciliation and verification.
4300000	Stock in Hand	1,23,02,273.00	Balance remained unchanged for several years; physical verification and valuation required.
4311903	Receivable – Show Tax	6,44,125.00	Long-outstanding receivable requiring recovery review and ageing analysis.
4313001	Receivable – Licence Fees	2,70,902.00	Receivable requires reconciliation with demand and collection records.
4313003	Receivable – Water Supply Charges	15,91,54,405.76	Significant outstanding receivable requiring consumer-wise reconciliation and recovery action.
4605002	Advances against Projects	77,85,900.00	Advance remains unadjusted; utilization and settlement require verification.
4605003	Advances against Specific Schemes	57,07,891.00	Long-pending advance requires adjustment against supporting expenditure.
4606003	Deposits with External Agencies	43,88,827.00	Deposit requires confirmation from the concerned agency and reconciliation.
4606005	Deposits with External Agencies	1,92,03,840.00	Significant deposit pending confirmation and recovery/adjustment, where applicable.
4606008	Deposits – Office & Other Equipment	9,41,593.00	Deposit remains outstanding without supporting confirmation or settlement.

Apart from the above balances, numerous other ledger accounts containing balances below ₹2,00,000 have also remained unadjusted and unreconciled for several years. Further, several liability accounts contain abnormal debit balances, which are contrary to the nature of such accounts. No documentary evidence or management explanation was provided to establish the correctness, recoverability, or settlement of these balances. Most of the observations are being repeated since a long time with no corrective action or follow up being done. Strict administrative orders need to be sent to all head of departments to ensure verification and compliance.

Audit Implications

- Financial statements may not present a true and fair view of the financial position.
- Assets, liabilities, receivables, and payables may be materially misstated.
- Possibility of duplication, omission, or incorrect classification of transactions.
- Risk of loss of municipal revenue due to non-recovery of outstanding dues.
- Difficulty in determining the actual financial liabilities and recoverable assets of the Corporation.



- Weak internal financial controls and inadequate monitoring of Balance Sheet accounts.
- Non-compliance with the Shimla / National Municipal Accounting Manual and sound accounting practices.

Recommendation

The Municipal Corporation Shimla should undertake a comprehensive balance sheet reconciliation exercise covering all outstanding asset, liability, deposit, receivable, payable, and advance accounts. For each account, the Corporation should:

1. Prepare ledger-wise reconciliation statements supported by subsidiary records.
2. Obtain confirmations wherever applicable and identify balances requiring adjustment or write-off with the approval of the competent authority.
3. Investigate and rectify all abnormal debit balances appearing under liability accounts.
4. Prepare ageing analysis of outstanding balances and review their recoverability or settlement.
5. Strengthen periodic reconciliation procedures and ensure that all Balance Sheet accounts are reviewed at least quarterly.
6. Maintain complete supporting schedules and documentation in accordance with the Shimla / National Municipal Accounting Manual (SMAM / NMAM) and the Shimla Municipal Corporation Accounting Manual.
7. Place the reconciliation results before the competent authority/Audit Committee for review and ensure that all necessary accounting adjustments are passed in a time-bound manner.

Observation No. 2 : Non-Maintenance of Grant Sheets and Grant-wise Reconciliation (Risk Level: High)

The Shimla / National Municipal Accounting Manual (SMAM / NMAM) and the Shimla Municipal Corporation Accounting Manual require maintenance of grant-wise records showing opening balances, grants received, expenditure incurred, adjustments, unspent balances, and closing balances for each scheme.

Observation

During the audit, it was observed that the Municipal Corporation Shimla has not maintained Grant Sheets for grants received from the Central Government, State Government, and other funding agencies during FY 2025-26. Grant-wise reconciliation statements were also not prepared. Consequently, utilization of grants, unspent balances, and scheme-wise expenditure could not be independently verified.

Audit Implications

- Risk of incorrect grant accounting.
- Difficulty in monitoring utilization of grants.
- Possibility of excess or short utilization of grants.
- Non-compliance with SMAM / NMAM

Recommendation: Grant Sheets should be maintained for every scheme, reconciled monthly with the General Ledger, and reviewed periodically by the Finance Department.

Observation No. 3 : Long Pending Capital Work-in-Progress (CWIP)

Risk Level: High



An opening balance of ₹9,71,28,791 was carried under Capital Work-in-Progress as on 01.04.2025. During FY 2025-26, an additional amount of ₹3,48,43,683 was added to CWIP. No project-wise completion reports, capitalization schedules, technical completion certificates, or ageing analysis were produced during audit.

Audit Implications

- Completed assets may not have been capitalized.
- Depreciation may not have been provided correctly.
- Fixed assets may be understated.
- Capital expenditure may remain parked indefinitely under CWIP.

Recommendation

A project-wise review of CWIP should be undertaken. Completed projects should be capitalized immediately after technical completion, and an ageing analysis of CWIP should be prepared and reviewed periodically.

Observation No. 4: Inadequate Monitoring of Dishonoured Cheques and Inter-Departmental Coordination

Risk Level: *High*

The audit observed that information relating to dishonoured cheques is not consistently communicated in a timely manner between the Property Tax Branch, Cash Branch, Estate Branch, and Accounts Branch. The absence of a formal mechanism for recording, tracking, and reconciling dishonoured cheques may result in delays in updating revenue records and follow-up actions. This increases the risk of inaccuracies in accounting records and potential revenue leakage.

Audit Implications

- Risk of revenue leakage due to delayed identification and follow-up of dishonoured cheques.
- Incomplete or inaccurate accounting records.
- Delays in recovery of outstanding dues.
- Weak internal controls over revenue collection and monitoring.

Recommendation

MC Shimla should establish a structured mechanism for the timely reporting and reconciliation of dishonoured cheques among the Property Tax Branch, Estate Branch, Cash Branch, and Accounts Branch. Periodic reconciliation and monitoring of dishonoured cheques should be carried out to ensure accurate accounting records, timely recovery of dues, and strengthening of internal controls.

Observation No. 5 : Non-compliance with the Shimla Municipal Accounting Manual (NMAM)

Risk Level: *High*

The audit observed that several accounting records prescribed under the National Municipal Accounting Manual and the Shimla Municipal Corporation Accounting Manual are either not maintained or are incomplete. These include Grant Sheets, subsidiary ledgers, control accounts, reconciliation statements,



project registers, and supporting schedules. The absence of these records has resulted in recurring accounting deficiencies and limitations in audit verification.

Audit Implications

- Financial statements may not comply with SMAM.
- Weak accounting controls.
- Reduced reliability of financial information.

Recommendation

The Corporation should fully implement the accounting procedures prescribed under NMAM/SMAM and periodically review compliance through internal monitoring.

Observation No. 6 : Weak Internal Controls and Inter-Departmental Coordination

Risk Level: High

The audit observed inadequate coordination among various departments, particularly the Accounts Branch, Estate Branch, Property Tax Branch, Road & Building Department, and Cash Branch. Timely information regarding demand raised, cheque dishonours, completed works, grant utilization, and recoveries is not consistently shared with the Accounts Branch.

As a result, accounting records are not updated on a timely basis, resulting in delays in reconciliation, incorrect accounting, and deficiencies in statutory compliance.

Audit Implications

- Incorrect accounting records.
- Delay in reconciliation of accounts.
- Weak monitoring of municipal finances.
- Increased risk of errors and financial irregularities.

Recommendation

The Corporation should establish Standard Operating Procedures (SOPs) for inter-departmental reporting, with mandatory monthly reconciliation meetings and timely submission of financial information to the Accounts Branch.

Observation No. 7 : Inadequate Technical Competency and Capacity Building of Accounting Personnel

Risk Level: High

The audit observed that officials responsible for accounting and financial reporting have not received adequate technical training on the National Municipal Accounting Manual, accrual accounting, GST, grant accounting, fixed asset accounting, statutory compliances, and internal financial controls.

The absence of structured capacity-building programmes has contributed to recurring accounting errors, delayed reconciliations, and non-compliance with prescribed accounting procedures.

Audit Implications

- Increased risk of accounting errors.
- Non-compliance with statutory requirements.
- Weak implementation of NMAM.
- Reduced reliability of financial reporting.



Recommendation

The Corporation should formulate a structured annual training programme for all accounting and finance personnel. Regular workshops on municipal accounting, GST, NMAM, internal controls, and financial reporting should be conducted. Competency assessments should also be carried out periodically to ensure that officials possess the necessary technical knowledge for effective financial management.

Observation No. 8 : Deficiencies in Fixed Asset Management, Inventory Control, and Revenue Reporting

Risk Level: High

As per the Shimla / National Municipal Accounting Manual (SMAM / NMAM), the Shimla Municipal Corporation Accounting Manual, and the principles of accrual-based accounting, the Municipal Corporation is required to maintain a comprehensive Fixed Asset Register, proper inventory and stores records, and ensure timely communication of revenue-related information by the concerned departments to the Accounts Department for accurate accounting and financial reporting.

During the audit, it was observed that the Municipal Corporation Shimla has not maintained a comprehensive Fixed Asset Register. The Stores Department does not maintain proper inventory records showing quantities, rates, values, and periodic stock verification. Further, the Estate, Property Tax, Water Revenue and other revenue-generating departments do not regularly furnish demand, collection, and receivable details to the Accounts Department. Consequently, accounting entries are not recorded on a timely basis, resulting in delays in recognition of revenue, receivables, assets, and other financial transactions.

Audit Implications

- Non-compliance with the National Municipal Accounting Manual and accrual-based accounting principles.
- Inability to verify the completeness, existence, and valuation of municipal fixed assets.
- Risk of omission or incorrect capitalization of assets and inaccurate depreciation.
- Weak inventory controls, increasing the risk of pilferage, loss, misuse, or misstatement of stock.
- Delay in recognition of revenue and receivables, resulting in inaccurate financial statements.
- Weak inter-departmental coordination leading to unreliable accounting records and ineffective financial monitoring.

Recommendation

The Municipal Corporation Shimla should:

1. **Prepare and maintain a comprehensive Fixed Asset Register** containing complete asset-wise details, unique identification numbers, location, acquisition cost, funding source, capitalization date, accumulated depreciation, and carrying value, and ensure annual physical verification of all municipal assets.
2. **Strengthen stores and inventory management** by maintaining inventory records showing quantities, rates, values, receipts, issues, and closing balances, carrying out annual physical verification of stock, reconciling physical inventory with book records, and maintaining separate records for obsolete, slow-moving, and scrap items.
3. **Establish a formal inter-departmental reporting mechanism** requiring the Estate Department, Property Tax Branch, Water Revenue Branch, Road & Building Department, and other revenue-generating departments to submit monthly statements of demand raised, bills issued, collections, outstanding receivables, cheque dishonours, adjustments, and revisions to the Accounts Department to ensure timely accounting on an accrual basis.



4. **Develop Standard Operating Procedures (SOPs)** for coordination between operational departments and the Accounts Department, with defined timelines, responsibilities, and periodic reconciliation of departmental records with the general ledger.
5. **Strengthen supervisory review and internal controls** to ensure that all financial transactions are promptly recorded, reconciled, and reflected accurately in the books of account in accordance with the Shimla/National Municipal Accounting Manual (SMAN/NMAM).

Observation No.9 Deficiencies in Revenue Accounting and Revenue Management System
Observation **Risk Level: High**

The audit further observed that despite the Municipal Corporation Shimla implementing an approximately 10% enhancement in the rates of Property Tax and Rental Income during the financial year, the Income and Expenditure Account reflects a decline in revenue. Property Tax Revenue decreased from ₹19.21 crore in FY 2024-25 to ₹17.82 crore in FY 2025-26, representing a decline of 7.19%, while Rental Income from Municipal Properties decreased from ₹11.78 crore to ₹8.28 crore, representing a significant decline of 29.71%. This trend is primarily attributable to the Corporation's practice of recognizing revenue on the basis of actual collections instead of the accrual basis prescribed under the Shimla / National Municipal Accounting Manual (SMAM / NMAM). As a result, revenue pertaining to earlier years is recognized in subsequent years upon realization, whereas current year demand remains unrecognized until collection. Consequently, the annual financial statements do not present a meaningful comparison of revenue performance, and the reported increase or decrease in revenue may not accurately reflect the actual revenue earned during the respective financial year. Further there is no control mechanism for amount receivable for Property tax and rental arrears.

Audit Implications

- Weak internal financial controls over municipal revenue.
- Risk of revenue leakage due to ineffective monitoring of demand and collections.
- Increased possibility of unauthorized adjustments, incorrect accounting, or misappropriation of municipal funds remaining undetected.
- Inadequate monitoring of outstanding receivables, resulting in delayed recovery and accumulation of long-pending arrears.
- Financial statements may not accurately reflect revenue and receivables in accordance with accrual-based accounting principles.
- Reduced reliability of management information for financial planning and decision-making.
- Recurrence of audit observations due to absence of an effective compliance and monitoring mechanism

Audit Recommendation

The Municipal Corporation Shimla should strengthen its Revenue Administration and Internal Financial Control Framework by implementing the following measures:

1. **Maintain Demand–Collection–Balance (DCB) Registers** separately for each major source of municipal revenue, including Property Tax, Rental Income, User Charges, and other municipal revenues.
2. **Maintain detailed subsidiary ledgers** on a ward-wise, property-wise, assessment-wise, consumer-wise, and tenant-wise basis, capturing:



- Opening outstanding balance;
 - Current year demand;
 - Additional/Revised demand;
 - Collections received;
 - Rebates, concessions, and waivers;
 - Adjustments and write-offs;
 - Closing outstanding balance.
3. **Prepare and reconcile monthly DCB Statements** with the General Ledger maintained by the Accounts Department. All differences should be investigated and resolved before the monthly closure of accounts.
 4. **Recognize revenue on an accrual basis** in accordance with the SHIMLA / National Municipal Accounting Manual (SMAM / NMAM). Revenue pertaining to a financial year should be accounted for in that year, irrespective of the date of realization. Rebates and concessions should be separately recorded and disclosed in the books of account.
 5. **Implement a centralized Management Information System (MIS)** capable of generating reports on demand raised, collections, arrears, ageing of receivables, collection efficiency, defaulting taxpayers/tenants, and revenue trends to facilitate effective monitoring by the management.
 6. **Conduct periodic ageing analysis of receivables** and initiate timely recovery proceedings for long-outstanding municipal dues. Cases requiring legal action, adjustment, or write-off should be placed before the competent authority with proper documentation.
 7. **Establish documented Standard Operating Procedures (SOPs)** defining the responsibilities of each revenue-generating department for raising demand, accounting of collections, communication of cheque dishonours, grant of rebates, adjustments, and submission of monthly financial information to the Accounts Department.
 8. **Strengthen internal financial controls** by implementing maker-checker controls, supervisory review, periodic internal reconciliation, and independent verification of revenue records to prevent revenue leakage, unauthorized adjustments, and financial irregularities.
 9. **Prepare a Time-bound Action Taken Report (ATR)** for implementation of audit recommendations, particularly those repeatedly reported in previous Internal Audit Reports, and periodically review the status of compliance at the level of the Commissioner.
 10. **Leverage digital revenue management systems** by integrating the Property Tax, Estate, Cash, and Accounts Departments to ensure real-time updating of demand, collections, receivables, cheque dishonours, and adjustments, thereby improving transparency, minimizing manual intervention, and reducing the risk of revenue leakage, fraud, misappropriation of municipal funds, and errors in financial reporting.

These measures will strengthen the Corporation's internal control environment, improve the accuracy and reliability of financial reporting, enhance revenue realization, and ensure compliance with the National Municipal Accounting Manual (NMAM) and the Shimla Municipal Corporation Accounting Manual.

Overall Internal Audit Report Conclusion (Auditor's Remarks)

Based on the audit procedures performed and the records, information, and explanations made available to us, it is observed that while the Municipal Corporation Shimla has established an accounting system, significant improvements are required in the areas of accounting, reconciliation, record maintenance, and internal financial controls. The audit revealed several long-standing unreconciled balances under various asset and liability heads, many of which have



remained outstanding for several years without adequate supporting records or management justification. In certain cases, the nature of these balances indicates that the corresponding assets or liabilities may no longer exist in reality, but continue to be reflected in the books of account. Consequently, the Balance Sheet may not fully represent the actual financial position of the Municipal Corporation Shimla.

The Income and Expenditure Account generally reflects the operational transactions of the year; however, its accuracy is also dependent upon timely accounting, proper reconciliation, and compliance with accrual-based accounting principles. The observations and recommendations contained in this report are intended to strengthen the Corporation's accounting framework and internal control environment. The Municipal Corporation Shimla should undertake a comprehensive reconciliation of long-pending balances, maintain records in accordance with the SHIMLA / National Municipal Accounting Manual (SMAM / NMAM), strengthen inter-departmental coordination, and implement the recommendations made in this report. The Corporation should also organize regular training and capacity-building programmes for its accounting and finance personnel to enhance technical competency and ensure effective implementation of prescribed accounting procedures and internal controls.

With timely corrective action and continuous monitoring by the management, the reliability of the Corporation's financial records and the quality of its financial reporting can be significantly improved.

Date : 24-07-2026

Place :- Shimla

UDIN No :- 26088357UQHJRE1843



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SHIMLA MUNICIPAL CORPORATION
TRIAL BALANCE FOR THE YEAR ENDED 31.03.2026

AC Code	AC Description	Debit amount	Credit amount	Total
1100101	Property Tax Residential Buildings	-	5,79,28,571	5,79,28,571
1100102	Property Tax Commercial Buildings	-	11,64,17,490	11,64,17,490
1100103	Property Tax Land	-	37,99,600	37,99,600
1101401	Show tax	-	1,00,000	1,00,000
1202001	Compensation in lieu of Taxes/Duties-Compensation in lieu of Octroi	-	33,62,48,574	33,62,48,574
1301001	Rent from Civic Amenities-Markets	-	3,12,30,114	3,12,30,114
1301002	Rent from Civic Amenities-Shopping Complexes	-	1,44,06,977	1,44,06,977
1301005	Rent from Civic Amenities-Marriage/Community Halls	-	26,33,794	26,33,794
1301008	Rent from Civic Amenities-Labour Hostel	-	8,95,024	8,95,024
1301009	Rent from Civic Amenities-Use of open space	-	16,52,552	16,52,552
1301010	Rent From Civic Amenities-Working Women Hostel	-	97,18,272	97,18,272
1302001	Rent from Office Buildings-Quarters	-	90,862	90,862
1303001	Rent from Guest-Houses	-	2,21,62,135	2,21,62,135
1401004	Empanelment & Registration Charges-Professionals	5,610	-	5,610
1401102	Licensing Fees-Hawking	-	2,69,878	2,69,878
1401103	Licensing Fees-Shops	-	4,88,426	4,88,426
1401104	Licensing Fees-Bazaars	-	1,89,339	1,89,339
1401105	Licensing Fees-Staff Quarters	-	4,52,801	4,52,801
1401108	Licensing Fees-Slaughtering	-	17,08,780	17,08,780
1401111	Licensing Fees-Others	-	2,09,621	2,09,621
1401301	Fees for Certificates or Extract-Copying	-	550	550
1401302	Fees for Certificates or Extract-Birth & Death Certificate	-	5,37,883	5,37,883
1401304	Fees for Certificates or Extract-Others	-	70	70
1401502	Regularization Fees-Regularization	-	26,40,537	26,40,537
1401504	Regularization Fees-Conversion Fees	-	13,06,716	13,06,716
1402004	Penalties and Fines-Others	-	9,35,320	9,35,320
1402005	Penalties and Fines-Dishonour Cheque Charges	-	65,877	65,877
1404001	Other Fees-Advertisement Fees	-	1,22,34,786	1,22,34,786
1404013	Other Fees-Compounding Fee	-	2,97,85,780	2,97,85,780
1404014	Other Fees-NOC Fee	-	7,34,787	7,34,787
1404015	Other Fees-Forest Application processing Fees	-	2,97,293	2,97,293
1404019	Other Fees-Exhibition Hording Charges	-	5,13,000	5,13,000
1405005	User Charges - Garbage Collection Charges	-	3,45,880	3,45,880
1405018	User Charges-Ticket Charges	-	5,08,876	5,08,876
1405020	User Charges-Parking Fees	-	1,62,31,073	1,62,31,073
1405021	User Charges-Laboratory Charges	-	12,712	12,712
1405022	User Charges-Telephone Tower Charges	-	9,600	9,600
1407001	Service/Administrative Charges-Service Charges	-	81,724	81,724
1407004	Service/Administrative Charges-Road Damage Recovery Charges	-	22,72,700	22,72,700
1407005	Service/Administrative Charges-Stacking Charges	-	100	100
1407007	Service/Administrative Charges-Plan Processing Charges	-	3,40,53,319	3,40,53,319
1407008	Fees & User Charges-Dumping Charges	-	28,67,610	28,67,610
1408001	Other Charges-Other Charges	-	22,523	22,523
1501001	Sale of Products-Tree Guards	-	150	150
1501011	Sale of Products-Others	-	11,235	11,235
1501101	Sale of Forms & Publications-Tenders	-	17,64,588	17,64,588
1501102	Sale of Forms & Publications-Data	-	350	350
1501103	Sale of Forms & Publications-Plans	-	79,800	79,800
1501105	Sale of Forms & Publications-Forms & Publication	-	3,340	3,340
1501201	Sale of stores & Scrap-Obsolete Stores	-	8,30,467	8,30,467
1501202	Sale of stores & Scrap-Obsolete Assets	-	1,282	1,282
1501205	Sale & Hire Charges	-	2,20,26,994	2,20,26,994
1504001	Hire Charges for Vehicles-Buses	-	23,000	23,000



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1504002	Hire Charges for Vehicles- Others	-	4,53,019	4,53,019
1504101	Hire Charges on Equipments-Rollers	-	9,08,675	9,08,675
1504103	Hire Charges on Equipments-Medical Equipments	-	5,050	5,050
1603001	Contribution towards schemes-	-	1,81,60,076	1,81,60,076
1701001	Interest-Fixed Deposits	-	6,26,917	6,26,917
1711001	Interest from Bank Account-SB Accounts	-	99,40,728	99,40,728
1712004	Interest on loans and advances to employees-Festival	-	5,41,160	5,41,160
1713001	Interest on loans to others-	-	80,00,000	80,00,000
1718001	Interest on Debtors and Other receivable-General Tax	-	5,475	5,475
1718002	Interest on debtors and other receivable(Rent)	-	20,75,573	20,75,573
1801001	Deposit Forfeited-EMD	-	17,250	17,250
1801002	Deposit Forfeited-Security	-	2,13,683	2,13,683
1804001	Recovery From Employees	-	6,34,755	6,34,755
1808001	Miscellaneous-Income	-	72,32,993	72,32,993
2101001	Salary, Wages and Bonus-Salary & Allowance-Officers	1,80,37,582	-	1,80,37,582
2101002	Salary, Wages and Bonus-Salary & Allowances-Staff	31,86,25,658	-	31,86,25,658
2101003	Salary, Wages and Bonus-Wages	1,30,01,483	-	1,30,01,483
2101004	Salary, Wages and Bonus-Exgratia	5,44,800	-	5,44,800
2102003	Benefits and Allowances-Medical reimbursement	61,09,129	-	61,09,129
2102008	Benefits and Allowances-Honorarium to Corporators	47,60,217	-	47,60,217
2102009	Benefits and Allowances-Honorarium to Officers & Staff	11,500	-	11,500
2102010	Benefits and Allowances-Training	11,87,154	-	11,87,154
2103003	Pension-Pension Contribution	2,00,36,125	-	2,00,36,125
2103004	Pension-Pension Fund Deficit Contribution	20,23,84,422	-	20,23,84,422
2103005	Pension-Contribution to other Funds	2,22,12,727	-	2,22,12,727
2103006	rrer of Pension	2,87,07,862	-	2,87,07,862
2104001	Other Terminal & Retirement Benefits-Leave Encashmment	2,48,64,762	-	2,48,64,762
2104002	Other Terminal & Retirement Benefits-Death cum Retirement Gratuity	89,25,665	-	89,25,665
2104003	Other Terminal & Retirement Benefits-Contribution to PF or other Funds	4,69,897	-	4,69,897
2104005	mployees NPS 10% Interest	46,24,875	-	46,24,875
2104006	mployer NPS @14% Interest	64,74,825	-	64,74,825
2201004	Excise & Tax	3,77,57,741	-	3,77,57,741
2201101	Office maintenance-Electricity	34,94,615	-	34,94,615
2201102	Office maintenance-Water	2,29,839	-	2,29,839
2201103	Office maintenance-Security expenses	5,66,737	-	5,66,737
2201104	Office maintenance-Internet Expenses	99,727	-	99,727
2201201	Communication Expenses-Telephone	5,50,599	-	5,50,599
2201202	Communication Expenses-Mobile	70,150	-	70,150
2202001	Books & Periodicals-Megasines	34,466	-	34,466
2202002	Books & Periodicals-Newspapers	32,560	-	32,560
2202004	Books & Periodicals-Books	5,990	-	5,990
2202101	Printing and Stationery-Service Postage	16,986	-	16,986
2202102	Printing and Stationery-Printing	11,02,874	-	11,02,874
2202103	Printing and Stationery-Stationery	3,21,997	-	3,21,997
2202104	Computer consumables	2,14,915	-	2,14,915
2203002	Traveling & Conveyance-Traveling	1,00,212	-	1,00,212
2203003	Traveling & Conveyance-Petrol & Diesel	14,89,583	-	14,89,583
2204001	Insurance	19,02,408	-	19,02,408
2205001	Audit Fees	5,81,127	-	5,81,127
2205101	Legal Expenses-Legal Fees	36,82,149	-	36,82,149
2205102	Legal Expenses-Cost of Recovery of Tax Revenue	3,497	-	3,497
2205301	Professional and other fees-Architect Fees	9,05,643	-	9,05,643
2205302	Professional and other fees-Engineers Fees	45,000	-	45,000
2205303	Professional and other fees-Technical Fees	96,086	-	96,086
2205304	Professional and other fees-Consultancy Charges	5,84,100	-	5,84,100
2205305	ther Fees Exp (Birth & Death Certificate)	10,304	-	10,304



2206001	Advertisement and Publicity-Hospitality Expenses	5,27,782	-	5,27,782
2206002	Advertisement and Publicity-Advertisement	11,03,850	-	11,03,850
2206003	Advertisement and Publicity-Organisation of Festival	1,16,002	-	1,16,002
2206101	Membership & Subscription	23,600	-	23,600
2208001	Others- Expenditure on Urban Forestry	11,48,865	-	11,48,865
2208002	Others- Cremation of unclaimed Dead Bodies	25,500	-	25,500
2208003	Others- Other Office Expenses	33,81,360	-	33,81,360
2301001	Power & Fuel	29,07,341	-	29,07,341
2302001	Bulk Purchases-Electricity	4,88,30,421	-	4,88,30,421
2302003	Liquor Payments	1,07,05,875	-	1,07,05,875
2304002	Hire Charges-Others	2,45,167	-	2,45,167
2305001	Repair & Maintenance Infrastructure Assets-Road & Bridges	1,83,74,716	-	1,83,74,716
2305005	Repair & Maintenance Infrastructure Assets-Storm Water	13,82,171	-	13,82,171
2305006	Repair & Maintenance Infrastructure Assets-Drains	4,69,331	-	4,69,331
2305009	path	39,05,683	-	39,05,683
2305010	Repair & Maintenance Infrastructure Assets-Others	22,29,582	-	22,29,582
2305101	Repair & Maintenance-Civic Amenities-Parks	8,54,074	-	8,54,074
2305104	Repair & Maintenance-Civic Amenities-Playgrounds	13,32,356	-	13,32,356
2305106	Repair & Maintenance-Civic Amenities-Parking Lots	6,00,611	-	6,00,611
2305109	Repair & Maintenance-Civic Amenities-Commercial Complex	12,97,332	-	12,97,332
2305115	Repair & Maintenance-Civic Amenities-Public Toilets	4,44,306	-	4,44,306
2305201	Repair & Maintenance-Buildings-Official Buildings	20,42,078	-	20,42,078
2305202	Buildings	22,74,066	-	22,74,066
2305301	Repair & Maintenance-Vehicle-	1,92,63,690	-	1,92,63,690
2305901	Repair & Maintenance-Others-Furniture Fixture	17,085	-	17,085
2305902	Repair & Maintenance-Others-Electrical appliances	6,34,356	-	6,34,356
2305903	Repair & Maintenance-Others-Office Equipment	8,704	-	8,704
2305904	Repair & Maintenance-Others-Other Fixed Assets	236	-	236
2308002	Other Operating & Maintenance expenses-Water Purification	1,00,04,935	-	1,00,04,935
2308003	Other Operating & Maintenance expenses-Garbage Clearance	7,62,59,076	-	7,62,59,076
2308007	Other Operating & Maintenance expenses-Health Sanitation Works	1,25,57,803	-	1,25,57,803
2308009	og census	8,38,550	-	8,38,550
2407001	Bank Charges	4,87,700	-	4,87,700
2408003	Rebate on Collections Through Online Mode	7,620	-	7,620
2502001	Own Programme	2,86,317	-	2,86,317
2503001	Share in Programme of others		3,52,230	3,52,230
2722001	Depreciation-Buildings	11,29,46,170	-	11,29,46,170
2723001	Depreciation-Roads & Bridges	11,67,377	-	11,67,377
2723101	Depreciation-Sewerage and Drainage	6,28,343	-	6,28,343
2723201	Depreciation-Waterways	2,88,610	-	2,88,610
2723301	Depreciation-Public Lighting	1,09,079	-	1,09,079
2724001	Depreciation-Plant & Machinery	37,086	-	37,086
2725001	Depreciation-Vehicles	1,24,122	-	1,24,122
2726001	Depreciation-Office & Other Equipments	49,864	-	49,864
2727001	Depreciation-Furniture, Fixtures, Fittings and Electrical Appliances	33,656	-	33,656
2804001	Prior Period Items-Other Income		2,33,000	2,33,000
2808001	Prior Period Items-Other Expenses	41,801		41,801
3101002	Municipal Fund-Adjustments to Opening Balance sheet	2,43,533	-	2,43,533
3109001	ccess Over Income and Expenditure	8,26,09,660	-	8,26,09,660
3117001	Trust or Agency Funds-General Provident Fund		35,81,94,597	35,81,94,597
3117002	Trust or Agency Funds-Pension & Gratuity Fund		2,13,80,313	2,13,80,313



3117003	rust or Agency Funds-Contributory Pension Scheme/Fund	-	1,32,08,417	1,32,08,417
3121001	Capital Contribution	-	4,69,91,87,947	4,69,91,87,947
3121002	Municipal Fund -Closing Balance	-	79,09,93,377	79,09,93,377
3201001	Grant/Contribution from Central Government-	-	25,41,25,759	25,41,25,759
3201003	SU	-	6,965	6,965
3202001	Grant/Contribution from State Government	-	74,23,06,268	74,23,06,268
3203001	Grant/Contribution from Other govt. Agencies	-	14,76,32,817	14,76,32,817
3205001	Grant/Contribution from Welfare Bodies	-	6,32,745	6,32,745
3401001	Deposit from Contractors/Suppliers-EMD	-	50,25,537	50,25,537
3401002	Deposit	-	12,12,33,130	12,12,33,130
3402003	Deposits Received -Revenues-Water	-	1,62,82,009	1,62,82,009
3402005	Deposits Received -Revenues-Rental etc.	-	1,826	1,826
3408001	Deposits Received from Others	-	1,23,80,385	1,23,80,385
3408002	eposit- Working Women	-	46,000	46,000
3411001	Deposit Works -Civil Works	-	8,00,000	8,00,000
3413001	Others	-	1,09,36,087	1,09,36,087
3501001	Creditors-Suppliers	-	2,17,45,94,205	2,17,45,94,205
3501002	Creditors-Contractors	-	2,49,16,436	2,49,16,436
3501003	Creditors-Expenses	-	18,16,710	18,16,710
3501005	Creditors-Payavble against specific scheme	-	1,078	1,078
3501101	Employees Liabilities- Gross Salary	-	36,32,226	36,32,226
3501102	Employees Liabilities- Net Salary	-	1,92,17,440	1,92,17,440
3501107	Employees Liabilities- Welfare funds	-	3,22,291	3,22,291
3502001	Recoveries Payble-P.F.deductions	-	3,30,551	3,30,551
3502002	Recoveries Payble-LIC	-	6,18,941	6,18,941
3502003	Recoveries Payble-Loans	14,63,466	-	14,63,466
3502004	Recoveries Payble-Societies	-	1,95,336	1,95,336
3502005	Recoveries Payble-Service Tax	1,50,58,365	-	1,50,58,365
3502007	Recoveries Payble-TDS	2,93,727	-	2,93,727
3502010	Recoveries Payble-Works Contract etc.	-	1,87,57,713	1,87,57,713
3502011	Recoveries Payble-GIS	-	32,308	32,308
3502012	deputation	2,63,86,945	-	2,63,86,945
3502013	Recoveries Payble-Others (RD)	46,60,481	-	46,60,481
3502014	Recoveries Payble-TDS under GST	-	5,71,628	5,71,628
3502015	Recoveries Payble- Water Charges	-	7,75,08,692	7,75,08,692
3502017	xice & Tax Payble(Liquor)	-	3,05,49,649	3,05,49,649
3503005	Govt. Dues Payble-Labour Cess	4,32,11,461	-	4,32,11,461
3504002	Refunds Payble-Other Revenues	-	46,000	46,000
3505001	udit Exp Payable	-	1,93,709	1,93,709
4101001	Land-Grounds	1,68,75,417	-	1,68,75,417
4101002	Lands -Under Buildings	38,86,10,637	-	38,86,10,637
4101003	Land-Open Markets & Structures	1,03,62,23,236	-	1,03,62,23,236
4101004	Land-Parks	18,34,55,038	-	18,34,55,038
4101005	Land-Gardens	3,73,077	-	3,73,077
4101006	Land-Vacant Municipal Land	1,27,54,32,425	-	1,27,54,32,425
4101007	Land-Forest Land	5,32,78,471	-	5,32,78,471
4102001	Accumulated Depreciation	-	15,95,65,421	15,95,65,421
4102001	Buildings- Residential	25,93,02,016	-	25,93,02,016
4102002	Accumulated Depreciation	-	22,96,79,686	22,96,79,686
4102002	Buildings- Official	29,99,34,060	-	29,99,34,060
4102003	Accumulated Depreciation	-	79,18,99,536	79,18,99,536
4102003	Buildings- Commercial	1,03,46,20,455	-	1,03,46,20,455
4102005	Accumulated Depreciation	-	5,26,96,663	5,26,96,663
4102005	Buildings-Toilets	12,96,31,522	-	12,96,31,522
4102006	Accumulated Depreciation	-	2,89,96,338	2,89,96,338
4102006	Buildings -Houses	11,09,30,487	-	11,09,30,487
4102007	Accumulated Depreciation	-	20,59,64,624	20,59,64,624
4102007	Building - Parking	70,19,58,987	-	70,19,58,987
4102008	Accumulated Depreciation	-	39,29,540	39,29,540
4102008	Fixed Assets - Building- Labour Hostel	1,07,88,928	-	1,07,88,928



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4103001	Accumulated Depreciation	-	3,15,18,820	3,15,18,820
4103001	Roads & Bridges -Concrete	10,22,88,197	-	10,22,88,197
4103002	Accumulated Depreciation	-	65,72,63,249	65,72,63,249
4103002	Roads & Bridges -Black Topped	1,29,24,18,034	-	1,29,24,18,034
4103003	Accumulated Depreciation	-	21,16,49,722	21,16,49,722
4103003	Roads & Bridges -Foot Path	59,99,60,791	-	59,99,60,791
4103004	Accumulated Depreciation	-	4,91,32,597	4,91,32,597
4103004	Roads & Bridges -Bridges	10,66,63,730	-	10,66,63,730
4103005	Accumulated Depreciation	-	1,13,09,653	1,13,09,653
4103005	Roads & Bridges -Staires & Alleys	2,56,89,176	-	2,56,89,176
4103101	Accumulated Depreciation	-	2,65,87,382	2,65,87,382
4103101	Sewerage & Drainage -Drainage	10,48,53,713	-	10,48,53,713
4103102	Accumulated Depreciation	-	18,13,83,353	18,13,83,353
4103102	Sewerage & Drainage -Sewerage Lines	58,60,85,573	-	58,60,85,573
4103103	Accumulated Depreciation	-	5,97,03,766	5,97,03,766
4103103	Sewerage & Drainage - Storm Water Drains	20,44,49,844	-	20,44,49,844
4103201	Accumulated Depreciation	-	15,39,44,285	15,39,44,285
4103201	Water ways -Bore Wells	44,06,16,777	-	44,06,16,777
4103202	Accumulated Depreciation	-	1,99,605	1,99,605
4103202	Water ways -Open Wells	4,10,426	-	4,10,426
4103203	Accumulated Depreciation	-	12,53,224	12,53,224
4103203	Water ways- Reservoirs	26,91,279	-	26,91,279
4103301	Accumulated Depreciation	-	14,77,76,041	14,77,76,041
4103301	Public Lighting -Lamp Posts	25,58,53,821	-	25,58,53,821
4103302	Accumulated Depreciation	-	11,92,051	11,92,051
4103302	Public Lighting -Transformers	20,83,935	-	20,83,935
4104001	Accumulated Depreciation	-	4,47,49,639	4,47,49,639
4104001	Plant & Machinery -Project Machinery	4,58,70,494	-	4,58,70,494
4104002	Accumulated Depreciation	-	6,87,223	6,87,223
4104002	Plant & Machinery -Pump House Machinery	10,40,129	-	10,40,129
4104003	Accumulated Depreciation	-	12,19,09,799	12,19,09,799
4104003	Plant & Machinery -Others	14,51,23,218	-	14,51,23,218
4105003	Accumulated Depreciation	-	34,36,276	34,36,276
4105003	Vehicles -Cars	1,28,10,469	-	1,28,10,469
4105004	Accumulated Depreciation	-	56,53,206	56,53,206
4105004	Vehicles- Jeeps	92,94,816	-	92,94,816
4105005	Accumulated Depreciation	-	44,77,396	44,77,396
4105005	Vehicles -Cranes	51,53,708	-	51,53,708
4105006	Accumulated Depreciation	-	7,77,11,489	7,77,11,489
4105006	Vehicles -Trucks	14,65,78,187	-	14,65,78,187
4105008	Accumulated Depreciation	-	94,026	94,026
4105008	Vehicles-Motor Bike	1,59,316	-	1,59,316
4106002	Accumulated Depreciation	-	1,43,65,775	1,43,65,775
4106002	Office & other Equipments -Computers	2,11,95,253	-	2,11,95,253
4106003	Accumulated Depreciation	-	45,811	45,811
4106003	Office & other Equipments- Faxes	46,984	-	46,984
4106004	Accumulated Depreciation	-	10,81,098	10,81,098
4106004	Office & other Equipments -Photocopiers	12,64,066	-	12,64,066
4106005	Accumulated Depreciation	-	35,792	35,792
4106005	Office & other Equipments -Refrigerators	36,764	-	36,764
4106006	Accumulated Depreciation	-	7,63,461	7,63,461
4106006	Office & other Equipments -Laboratories	8,53,395	-	8,53,395
4106007	Accumulated Depreciation	-	1,82,314	1,82,314
4106007	Office & other Equipments -Heater	3,35,107	-	3,35,107
4106008	Accumulated Depreciation	-	56,58,239	56,58,239
4106008	Office & other Equipments -Others	3,15,93,888	-	3,15,93,888



4107001	Accumulated Depreciation	-	4,37,427	4,37,427
4107001	Furniture, Fixture, Fittings and Electrical Appliances - Cabinets	13,95,984	-	13,95,984
4107003	Accumulated Depreciation	-	9,87,783	9,87,783
4107003	Furniture, Fixture, Fittings and Electrical Appliances - Chairs	25,65,330	-	25,65,330
4107004	Accumulated Depreciation	-	16,810	16,810
4107004	Furniture, Fixture, Fittings and Electrical Appliances - Fans	21,128	-	21,128
4107005	Accumulated Depreciation	-	2,32,888	2,32,888
4107005	Furniture, Fixture, Fittings and Electrical Appliances - Electrical Fittings	3,02,555	-	3,02,555
4107006	Accumulated Depreciation	-	6,73,167	6,73,167
4107006	Furniture, Fixture, Fittings and Electrical Appliances - Tables	13,43,294	-	13,43,294
4107007	Accumulated Depreciation	-	5,87,741	5,87,741
4107007	Furniture, Fixture, Fittings and Electrical Appliances - Sofa Sets	6,77,342	-	6,77,342
4107008	Accumulated Depreciation	-	4,65,488	4,65,488
4107008	Furniture, Fixture, Fittings and Electrical Appliances - Others	70,85,367	-	70,85,367
4108001	Accumulated Depreciation	-	1,03,23,720	1,03,23,720
4108001	Other Fixed Assets -Dumper container	1,36,98,920	-	1,36,98,920
4108002	Accumulated Depreciation	-	68,82,232	68,82,232
4108002	Other Fixed Assets -Dust Bin	95,39,032	-	95,39,032
4108003	Accumulated Depreciation	-	2,12,59,644	2,12,59,644
4108003	Other Fixed Assets -Others	3,09,74,261	-	3,09,74,261
4121001	Specific Grants -Water Works	1,66,940	-	1,66,940
4121002	Specific Grants -Road & Buildings	38,53,898	-	38,53,898
4121003	Specific Grants -Health	9,11,94,998	-	9,11,94,998
4121004	Specific Grants -Sanitation and Solid Waste Management	18,14,788	-	18,14,788
4121005	CWIP- Specific Grants- Civic Amenities	85,75,498	-	85,75,498
4122002	Special Funds -Road & Buildings	4,36,855	-	4,36,855
4123002	Specific Schemes-Road & Buildings	1,55,70,992	-	1,55,70,992
4123005	WIP- Specific Schemes- Civic Amenities	1,03,58,505	-	1,03,58,505
4205001	Investments General Fund-Equity Shares	5,10,000	-	5,10,000
4207001	Others	64,94,45,050	-	64,94,45,050
4218001	GP Fund Investments	35,34,06,085	-	35,34,06,085
4301003	Store -Purchases	1,21,35,530	-	1,21,35,530
4302001	Loose Tools	81,399	-	81,399
4308001	Other-Other Stock in Hand	85,344	-	85,344
4311001	Receivable for property Taxes	10,56,06,597	-	10,56,06,597
4311903	Receivable for Other Taxes-Show Tax	6,44,125	-	6,44,125
4313001	Receivable for Fees & User charges-Licence fees	2,70,902	-	2,70,902
4313003	Receivable for Fees & User charges-Water Supply	15,91,54,406	-	15,91,54,406
4314001	Receivable from Other Sources-Rent	16,77,37,177	-	16,77,37,177
4314002	Due	3,99,35,478	-	3,99,35,478
4314005	Receivable from Other Sources-Interest due from Employees	5,19,602	-	5,19,602
4314006	Receivable from Other Sources-Hospital Dues	21,25,548	-	21,25,548
4318001	Receivable Control Account-Property Tax	20,400	-	20,400
4318004	Receivable Control Account-Rent	-	6,58,964	6,58,964
4501001	Cash in Hand	1,604	-	1,604
4502101	SBI (10835924882)	2,52,14,673	-	2,52,14,673
4502102	IDBI Bank (0139104000098847)	5,62,33,183	-	5,62,33,183
4502104	Indian Bank (6001615160)	1,76,93,176	-	1,76,93,176
4502105	Punjab & Sindh Bank (02091000005227)	47,19,129	-	47,19,129
4502106	UBI The mall (309502010017642)	7,92,246	-	7,92,246



4502201	HDFC The mall (05241450000334)	9,793	-	9,793
4502203	HDFC The mall (50100183084322)	2,45,399	-	2,45,399
4502206	IndusInd-The mall (100107583663)	8,23,969	-	8,23,969
4502207	AU Small Bank The mall (2181238132424739)	3,06,90,575	-	3,06,90,575
4502208	Axis BankThe mall (Gateway) (921010017042685)	10,99,562	-	10,99,562
4502209	IDFC First Bank) (10089458099)	15,499	-	15,499
4502211	HDFC Bank (Birth and Death Registration) (50200099772693)	76,679	-	76,679
4502212	RBL Bank The Mall Shimla	2,38,14,103	-	2,38,14,103
4502301	H.P.S.C.B (438022527)	59,47,987	-	59,47,987
4502303	HPSCB, The mall (4380116331)	1,71,60,655	-	1,71,60,655
4502304	HPSCB Main (43810137685)	1,15,24,757	-	1,15,24,757
4504103	SBI (Pension & Gratuity Fund) (30576178519)	2,13,80,313	-	2,13,80,313
4504201	IDFC First Bank (10194569208) GPF	4,25,777	-	4,25,777
4504301	H.P. State Co. Op Bank (24944)	47,88,512	-	47,88,512
4506101	UCO Bank Artract (18320110027929)	3,16,809	-	3,16,809
4506102	PNB (Lift)MPLAD/3383000100064284	19,20,502	-	19,20,502
4506105	Indian Bank (JNNURM-Loan A/C) (7354541390)		34,985	34,985
4506106	BI (ESCROW ACCOUNT)(30577614909)	96,971	-	96,971
4506108	Indian Bank (ULB Road) (6373872292)	34,95,660	-	34,95,660
4506111	IDFC First Bank (10140656547)	6,71,43,811	-	6,71,43,811
4506114	AU Small Finance Bank (SFC) (2301238147720122)	78,27,586	-	78,27,586
4506115	Indian Bank (MPLAD) (6874085523)	36,59,387	-	36,59,387
4506116	Bank of Baroda (CFC) (78610100005781)	4,21,27,396	-	4,21,27,396
4506117	CO Bank Main (Census) (00780110079256)	24,77,926	-	24,77,926
4506118	DBI Bank (0139104000090225)	11,08,10,495	-	11,08,10,495
4506119	CO Bank (Sanitary Landfill Site) (00780110078235)	2,47,39,214	-	2,47,39,214
4506121	BI, Kalibari (Ashiana-I) (39212066112)	65,30,037	-	65,30,037
4506123	CO Bank (RAY) (00780110078518)	96,16,282	-	96,16,282
4506125	H.P. Gramin Bank (89430100005733)	2,10,66,645	-	2,10,66,645
4506126	NB (AMRUT) (SNA) (0427000106810012)		1,34,84,357	1,34,84,357
4506128	BI (SJVN Ltd.) (309502010017833)	66,96,928	-	66,96,928
4506131	Indian Bank (SMILE BEGGARY SCHEME) (7907991536)	1,06,005	-	1,06,005
4506132	NB Main 0427000106824431	6,965	-	6,965
4506134	pecial Central Assistance-Kotak-9450860158		2,00,00,000	2,00,00,000
4506201	J&K Bank (JNNURM) (120040100004778)	50,90,549	-	50,90,549
4506202	CICI Bank (JNNURM) - (635301009050)	92,473	-	92,473
4506203	J&K Bank (JNNURM - PIU) (12004050000000001)	1,77,127	-	1,77,127
4506206	DFC Bank (JNNURM-RAY) (05241450000378)	18,23,451	-	18,23,451
4506207	P.State Co.-Op. Bank (e-Gov.) (43810135691)	1,88,46,780	-	1,88,46,780
4506210	DFC (CHALLENGE FUND) (50100046023068)	1,87,455	-	1,87,455
4506212	imachal Gramin Bank (Beneficiary share A/c- Ashiana) (89430100002283)	1,81,84,654	-	1,81,84,654
4506213	XIS Bank (912010052171674)	1,40,27,354	-	1,40,27,354
4506215	CICI Bank (CFC) (635301009481)	9,12,43,734	-	9,12,43,734
4506216	DFC Bank (Smart City) (50100406271901)	1,69,33,093	-	1,69,33,093
4506217	AXIS Bank, Sanjauli (15th CFC) (921010007389499)	79,151	-	79,151
4506219	U SMALL FINANCE Bank (Ashiana II) (1881238120799442)	9,35,63,332	-	9,35,63,332
4506220	HDFC Bank PPP based Project under PMAY (50100490188900)	5,41,028	-	5,41,028
4506221	HDFC Bank (SBM) (50100479180568)		791	791
4506224	C Shimla Capital Asset Grant50100668434351	3,60,47,158	-	3,60,47,158



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4506301	H.P. State Co.Op Bank (4380127752)	8,30,165	-	8,30,165
4506302	P. State Co. Op. Bank (43810134300)-	-	7,39,220	7,39,220
4506304	P. State Co. Op. Bank, Challenge Fund (Beneficiary Share) (43810135068)	2,06,057	-	2,06,057
4601003	Advance	76,570	-	76,570
4601004	Loans and advances to employees-Festival Advance	-	6,98,999	6,98,999
4601006	Loans and advances to employees-Warm Clothing	1,107	-	1,107
4601007	Advance	4,40,226	-	4,40,226
4601008	Loans and advances to employees-Others	55,578	-	55,578
4604001	Advance to Suppliers and Contractors-Public Works	9,26,046	-	9,26,046
4604002	Advance to Suppliers and Contractors-Stores	1,96,66,310	-	1,96,66,310
4604003	Advance to Suppliers and Contractors-Material Issued to Contractors/Store	-	5,94,512	5,94,512
4604004	Advance to Suppliers and Contractors-Lease Rentals	5,000	-	5,000
4605001	Advance to Others-Permanent Advance	2,44,664	-	2,44,664
4605002	Advance to Others-Advance against Projects	77,85,900	-	77,85,900
4605003	Advance to Others-Advance against Scheme	57,07,891	-	57,07,891
4605005	Advance to Others-Temporary Advance to HODs	16,81,09,728	-	16,81,09,728
4605006	Inter Branch Advance	60,00,000	-	60,00,000
4606001	Deposit with External Agencies-Electricity	4,28,05,701	-	4,28,05,701
4606002	Deposit with External Agencies-Telephones	12,621	-	12,621
4606003	Deposit with External Agencies-Water	43,88,827	-	43,88,827
4606004	Deposit with External Agencies-Petrol Pumps	2,200	-	2,200
4606005	Deposit with External Agencies- Others	1,92,03,840	-	1,92,03,840
4606008	Deposit with External Agencies-Office & Other Equipments	9,41,593	-	9,41,593
	Total	13,69,24,58,232	13,69,24,58,232	27,38,49,16,464

Certified that the above balances are in agreement with the books of accounts.



SHIMLA MUNICIPAL CORPORATION

BALANCE SHEET AS ON 31.03.2026

Code No.	Description of Item	Schedule No.	Current Year Amount (₹)	Previous Year Amount (₹)
	<u>LIABILITIES:-</u>			
	<u>Reserve & Surplus</u>			
310	Municipal General Fund	B-1	4,134	6,909
311	Earmarked Funds	B-2	3,928	3,610
312	Reserves	B-3	46,992	46,992
	Total Reserves & Surplus		55,054	57,510
320	Grants, Contributions for Specific Purposes	B-4	11,447	5,884
	<u>Loans:-</u>			
330	Secured Loans	B-5	0	0
331	Unsecured Loans	B-6	0	0
	Total Loans		0	0
	<u>Current Liabilities & Provisions</u>			
340	Deposits Received	B-7	1,550	1,471
341	Deposits Works	B-8	117	118
350	Other Liabilities (Sundry Creditors)	B-9	22,622	23,717
360	Provisions	B-10	0	0
	Total Current Liabilities & Provisions		24,289	25,307
	TOTAL LIABILITIES		90,790	88,701



BALANCE SHEET AS ON 31.03.2026

ASSETS:-				
	Fixed Assets	B-11		
410	Gross Block		97,493	95,698
411	Less:- Accumulated Depreciation		33,284	35,421
	Net Block		64,209	60,277
412	Capital Work In Progress		971	971
	Total Fixed Assets		65,180	61,249
	Investments			
420	Investments General Fund	B-12	6,500	6,500
421	Investment Other Funds	B-13	3,534	3,394
	Total Investments		10,034	9,893
	Current Assets Loans & Advances			
430	Stock in Hand (Inventories)	B-14	123	123
431	Sundry Debtors (Receivables) Gross Amount Outstanding	B-15	4,754	4,817
432	Less:- Accumulated Provisions Against Bad & Doubtful Receivables		0	0
	Net amount Outstanding		4,754	4,817
440	Prepaid Expenses	B-16	0	0
450	Cash and Bank Balance	B-17	7,949	9,960
460	Loans, Advances & Deposits	B-18	2,751	2,659
461	Less:- Accumulated Provisions Against Loans		0	0
	Net Amount Outstanding		2,751	2,659
	Total Current Assets, Loans & Advances		15,576	17,558
470	Other Assets	B-19	0.00	0.42
480	Miscellaneous Expenditure(to the extent not written off)	B-20	0	0
	Notes to Accounts	B-21		
TOTAL ASSETS			90,790	88,700

Accounts Officer
M.C. Shimla

Additional Commissioner
M.C. Shimla

Commissioner
M.C. Shimla

Dated :-25-07-2026

Place :- Shimla

UDIN :-26088357LMWMUM5183

