

2020

**COMMERCE****Accounting for Local Bodies****Group-2****Paper-III****[B.Com. Part-II PRACTICAL]****(For Both Honours and General Candidates)****[Module-I]****New Syllabus - Blended Mode**

Full Marks : 50

Time : 1  $\frac{1}{2}$  Hours

**[FOR ANSWERING QUESTION NO. 1 AND 2, COPY THE GIVEN BLANK FORMATS IN YOUR ANSWER BOOK OR TAKE A PRINTOUT & ATTACH THOSE WITH YOUR ANSWER BOOK]**

1. From the following information write a Cash Book of **Jogachha Gram Panchayat** in the format given at the end of this question:

<b>Date</b>	<b>Particulars</b>	<b>Amount (Rs.)</b>
01.05.20	Opening Balance	13,700
	Cash- Bank-	7,10,500
01.05.20	Paid Electricity Bill to WBSEDCL by cheque	15,200
02.05.20	Paid salary to Executive Assistant by cheque	30,000
03.05.20	Received Untied Fund from Govt. of West Bengal (cheque)	6,00,000
04.05.20	Taxes Collected - received in cash from tax collector A. Kundu	13,400
04.05.20	Toll Tax - received in cash from collector B. Roy	7,800
05.05.20	License fee on Vehicle -in cash from A. Banerjee Rs.4,500 and in cheque from A. Molla Rs.7,000	11,500
05.05.20	Rent Received from Community Hall (cash)	5,400
05.05.20	Paid telephone charges in cash	2,340
06.05.20	Paid Office Expenses in cash to Shibu Das	850
06.05.20	Paid for Repairing of Tube Wells-Cash	5,400
10.05.20	Received Grant under SSK scheme from Govt. of WB in cheque	70,000
10.05.20	Received Donation in cash from A. Hembram	5,000
15.05.20	Payment made to Sishu Bharati from SSK Scheme in cheque	1,50,000
15.05.20	Taxes Collected - received in cash from tax collector A.Kundu	4,300
15.05.20	Paid Travelling Expenses to secretary in cash	550
20.05.20	Collection from Charak Mela - in cash from collector B.Roy	32,000
20.05.20	Paid Advance against Salary to Executive Assistant (cheque)	15,000
22.05.20	Paid for Construction of Health Centre to BB Construction (cheque)	4,00,000
22.05.20	Commission Paid to tax Collector A.Kundu - Cash	1000
22.05.20	Grant from PMGSY scheme from Central Govt. in cheque	70,00,000
28.05.20	Paid for road construction under PMGSY to Haldar & Co in cheque	12,00,000
30.05.20	Bank Charges by SBI	300

Note: Assume that separate bank accounts have not been opened for funds received from Govt. under different schemes.

Answer -1

**Form 1-Cash Book**

..... Gram Panchayat

(2)

16(C)PR/NS

RECEIPTS						PAYMENTS							
Date	From Whom and Purpose	R No	L F	Cash	Bank	Sig. of E.A.	Date	To Whom and Purpose	V. No	L F	Cash	Bank	Sig. of E.A.

Total Receipts:	Total Payments:
Opening Balance:	Closing Balance:
Grand Total:	Grand Total:

Signature of the Secretary / Authorized Employee with date

2. From the Receipts & Payments Account given below, prepare an Income and Expenditure Account of Newtown Municipality for the year ended on 31.03.2020, in the format given at the end of the question.

Ignore the "Previous Year" column of the said Format.

**Receipts and Payments Account for the year ended 31.03.2020**

RECEIPTS	Amount (₹)	PAYMENTS	Amount(₹)
Opening Balance-Cash	1,13,000	Salary and Allowance	1,40,00,000
-Bank	1,70,40,500	Staff Group Insurance	3,00,000
Municipal Tax Collection	33,00,000	Administrative Exp.-	
Tax on Advertisement	1,10,000	(i) Accounts Deptt.	2,80,000
Revenue Assigned by Govt. of W.B.	13,00,000	(ii) Law Deptt.	1,20,000
Rent from Auditorium	1,70,000	(iii) Engg. Deptt.	9,10,000
Rent from Playground	38,000	(iv) Health Deptt.	5,60,000
Trade License Fee	13,00,000	(v) Personnel Deptt.	1,20,000
Mutation Fee	16,75,000	Road Maintenance	45,00,000
Ambulance hire charges	30,000	Water Supply Maintenance	23,00,000
Car Parking Charges	9,30,000	Garbage Clearance	15,30,000
Govt. Grants for-		Street Electricity Exp.	12,00,000
(i) Road Maintenance	37,00,000	Interest on Bank OD	17,15,000
(ii) Water supply Maintenance	22,00,000	Health Awareness Programme	80,000
(iii) Salary & Allowance	1,35,00,000	Blood Donation Camp Exp.	70,000
Interest on Investment	1,97,000	Purchase of Stores	20,00,000
Interest from Bank	70,000	Subsidies for Toilet Construction	14,30,000
Fine	15,000	Fire Insurance of Buildings	3,70,000
Donation	87,000	Purchase of Cars	12,00,000
		Investment in Govt. Bonds	10,00,000
		Closing Balance- In Cash	2,10,500
		-In Bank	1,18,80,000
TOTAL	<b>4,57,75,500</b>	TOTAL	<b>4,57,75,500</b>

*Additional Information :*

- Depreciation for the year- Rs.18,50,000
- There was no opening and closing balance of Stores.
- Outstanding Exp. as on 31.03.2020: Salary Rs. 3,40,000; Electricity Exp. Rs.1,00,500
- Transfer to Reserve Fund @ 10% of surplus, if any.

In your **workings**, prepare separate schedule for each item of income and expenditure mentioned in the Format. For example-

Prepare a schedule of Tax Revenue (Schedule no I-1), by taking Municipal Tax and Tax on Advertisement. Then put the total of the Schedule in Income and Expenditure Account.

**FORMAT**

**Name of the Urban Local Body .....**

**Income and Expenditure Statement for the period from \_\_\_\_\_ to \_\_\_\_\_**

<b>Code</b>	<b>Item/ Head of Account</b>	<b>Schedule No.</b>	<b>Current Year Amount (Rs.)</b>	<b>Previous Year Amount (Rs.)</b>
<b>1</b>	<b>2</b>	<b>3</b>	<b>4</b>	<b>5</b>
	<b>INCOME</b>			
110	Tax Revenue	I-1		
120	Assigned Revenues & Compensation	I-2		
130	Rental Income from Municipal Properties	I-3		
140	Fees & User Charges	I-4		
150	Sale & Hire Charges	I-5		
160	Revenue Grants, Contributions & Subsidies	I-6		
170	Income from Investments	I-7		
171	Interest Earned	I-8		
180	Other Income	I-9		
<b>A</b>	<b>Total Income</b>			
	<b>EXPENDITURE</b>			
210	Establishment Expenses	I-10		
220	Administrative Expenses	I-11		
230	Operations & Maintenance	I-12		
240	Interest & Finance Expenses	I-13		
250	Programme Expenses	I-14		
260	Revenue Grants, Contributions & Subsidies	I-15		
270	Provisions & Write off	I-16		
271	Miscellaneous Expenses	I-17		
272	Depreciation			
<b>B</b>	<b>Total Expenditure</b>			
A-B	Gross surplus/ (deficit) of income over expenditure before Prior Period Items			
	Add/Less: Prior Period Items (Net)	I-18		
	Gross surplus/ (deficit) of income over expenditure after Prior Period Items			
	<b>Less: Transfer to Reserve Funds</b>			
	<b>Net balance being surplus/deficit carried over to Municipal Fund</b>		.	

3. Answer briefly on any **three** of the following:

5×3=15

- a) Mention the names of the Accounting Standards for Local Bodies.
- b) What are the 'Fundamental Accounting Assumptions'?
- c) Discuss the provision regarding Monthly Statement of Fund Position of Gram Panchayat.
- d) Write the provision regarding Subsidiary Cash Book of Gram Panchyats.
- e) Draw the Format of Cash Book of Gram Unnayan Samity.

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