



AUDIT REPORT

We have examined the attached Balance Sheet, Income and Expenditure Account and Receipt and Payment Account of **Society for Social Audit Accountability and Transparency**, Jaipur for the period ending on **31.03.2021**, which are primarily in agreement with the books of accounts maintained by the society and as produced before us for the Audit.

We have obtained all the information and explanations, which to the best of our knowledge and belief were necessary for the purpose of our Audit.

The Statement of Affairs (Balance Sheet) and the Income and Expenditure account dealt with by this report are in agreement with the books of accounts maintained; and

In our opinion, proper books of accounts have been maintained by the Society as far as appears from our examination of books and other records maintained and furnished to us for Audit, subject to the notes on accounts annexed here to.

In our opinion, read along with our Notes to Accounts and according to the explanation given to us, the said Accounts of the Society are giving true and fair view and are free from material misstatement:

1. In case of Balance Sheet, of the state of above named Society as at 31st March 2021.
2. In case of Income and Expenditure Account, of excess of Income over Expenditure, for the year ended on 31st March 2021.
3. In case of Receipts and Payment accounts the cash/bank outflows and inflows on Cash basis, of the society for the year ended on 31st March 2021.
4. Annexed Notes on accounts as part of the financial statement.

For A.R. Bhansali & Co.

Chartered Accountants
MANOJ BHANSALI
(Manoj Bhansali) Partner

Chartered Accountant

M.No. 073671

UDIN: 21073671 AAAAAB 4239

Partner - AR Bhansali & Company

FRN - 001149C

Place: Jaipur

Dated: 11.08.2021



Notes on accounts

SOCIETY FOR SOCIAL AUDIT ACCOUNTABILITY AND TRANSPARENCY

Financial Year 2020-21

- 1) During the previous financial year, the Society had received a sum of Rs 35 Lakhs from MGNREGA, GOR towards Social Audit work vide their Office Order no. F.21(39)/Narega Fund/2019-20/Part-2 Jaipur dated 07.01.2020. The b/f balance as on 01.04.2020 is Rs 35,20,255/-. Out of this, a sum of Rs. 11,69,100/-, has been utilised during this year by the Society for payment of Salary to Sh. Sohan Agarwal, who is reportedly on deputation with MGNREGA. This bears approval of the Commissioner, EGS, on Note sheet dated 28.09.2020.

The total balance as on 31.03.2021 is Rs 24,23,689/-, breakup of which is:

Opening balance as on 1.4.2020 b/f	=	35,20,255
Add: Interest earned during FY 20-21	=	72,534
Less: Amount utilised for payment of Salary of Sh. Sohan Agarwal (as per approval dated 28.9.2020 of Com. EGS)	=	<u>(11,69,100)</u>
Balance as on 31.03.2021	=	<u>24,23,689/-</u>

- 2) As per Order no M-11015/57/2019-MGNREGA (RE-III) (369892) SL no 19 of Government of India, Grant of Rs 13,51,33,000/- was sanctioned for conducting Social Audit in the State of Rajasthan and staffing of Independent Social Audit unit for the Financial year 19-20 but the amount of Rs 1 Crore was received on 28.07.2020 and balance Rs. 12,51,33,000 on Rs 15.01.2021. As such, the Society has recorded this receipt of Grant in F.Y. 2020-21, as they are following accounting on cash receipt basis.
- 3) Challan no. 20100800079921 of Rs 932/- dated 09.10.2020 of GST was deposited directly by the GST consultant, M/s DP and Associates, CA, but no reimbursement bill was received from this firm regarding the above payment till 31.03.2021. However, since this GST payment of Rs. 932/- is reflecting on GST portal of this Society, hence this has been accounted by creating a liability in the name of DP & associates, CA (Invoice is received in FY 2021-22).
- 4) Total expenses on Concurrent Social Audit (CSA) sanctioned is for Rs 4,78,500/- for FY 2020-2021. Against this the amount paid/cleared to the Resource persons (Block/Village resource persons) are to the extent of Rs 4,03,100/- only. Balance of Rs. 75,400/- remains outstanding to be paid as on 31.3.2021. Further, out of this paid sum of Rs 4,03,100/-, reconciliation/matching is reportedly pending for Rs 3,600/-. Society has assured to get this reconciled at the earliest.





It may also be noted that though the Society is maintaining books on cash basis but since sanction of this 4,78,500/- has already been issued, hence CSA expenses have been booked in the Income & Expenditure account to the extent of full sanctioned amount of Rs. 4,78,500/-.

- 5) The Society is deducting TDS under GST law and TDS under Income Tax Act, 1961 on Gross amount including GST. However to our understanding and as per Section 51 of the CGST Act, 2017 this TDS has to be done only on the taxable value which implies excluding the taxes in form of GST.
- 6) The books of accounts are being prepared on historical cost basis and as a going concern.
- 7) Accounting policies adopted to prepare books of accounts not referred to otherwise are consistent with generally accepted accounting principles.
- 8) The Society follows Cash basis or Approval thereof basis, to recognise income and expenditure and to accordingly show the same in the Balance Sheet as well.
- 9) Fixed assets are shown on the basis of cost of acquisition. No depreciation has been provided in the books of accounts.




(Manoj Bhansali)
Chartered Accountant
M.No. 073671
UDIN: 21073671 AAAAAB4 239
Partner - A.R. Bhansali and Company
FRN - 001149C
Place: Jaipur
Dated: 11.08.2021