

**STATE MANAGEMENT COMMITTEE OF SDI
FOR MAHARASHTRA STATE**

AUDIT REPORT FOR F.Y 2011-12

AUDITOR
SARDA SONI ASSOCIATES
CHARTERED ACCOUNTANT



Sarda Soni Associates

CHARTERED ACCOUNTANTS

Manoj Jain B.Com(Hons), FCA, ACS

STATUTORY AUDIT REPORT Independent Auditor's Report

To,

Chief Executive Officer

State Management Committee of SDI for Maharashtra State

Mumbai, Maharashtra.

Report on Financial Statements

We have audited the accompanying statements of expenditure of the **State Management Committee of Skill Development Initiative for Maharashtra State, Mumbai, Maharashtra** which comprise of the Balance Sheet as of 31st March, 2012, Income and Expenditure Account and Receipt and Payment Account for the year then ended, a summary of significant accounting policies.

Management's Responsibility for the Financial Statements:

Management is responsible for the preparation of these financial statements that give a true and fair view of the financial position in the prescribed format and the as per the accounting principles generally accepted in India, including the accounting standards issued by the Institute of Chartered Accountants of India (ICAI). This responsibility includes the design, implementation, and maintenance of internal controls relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatements, whether due to fraud or error.

Auditor's Responsibility:

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of risk of material misstatement of the financial statements, whether due to fraud or error. In making those assessments, the auditor considers internal control relevant to the Society's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances but not for the purpose of expressing an opinion on the

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effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by the presentation of the financial statements. We have conducted financial audit of the scheme and not the performance audit of the scheme. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion

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

Opinion:

- a) We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our examination.
- b) In our opinion, proper books of account have been kept by the Society, so far as appears from our examination of the books.
- c) The statements of account dealt with this report are in agreement with the books of account.
- d) In our opinion and to the best of our information and according to the explanations given to us the said accounts of the Society, gives the information in the manner so required and give a true and fair view:-
 1. In the case of the balance sheet, of the State of affairs of the Society as at 31st March, 2012.
 2. In the case of the Income and Expenditure Account of the NIL excess of income over expenditure / deficit of income over expenditure for the year then ended.
 3. In case of Receipts and Payments Account of the receipts and payments during the year then ended.

Place : Mumbai

Date:

As per our report on even dated

**For Sarda Soni Associates
Chartered Accountants**



Manoj Kumar Jain
Partner

(CA Manoj Kumar Jain)

MNo.120788

FRN No. 117235

State Management Committee of Skill Development Initiative for Maharashtra State

Receipts & Payments Account for the Year Ended 31-03-2012

Amount in Rupees							
Previous Yr. At 31-03- 2011	Receipt	Sch. Ref.	Current Yr. At 31-03- 2012	Previous Yr. At 31-03- 2011	Payment	Sch. Ref.	Current Yr. At 31-03- 2012
0.00	Opening Balance - Cash - Bank		47991369.00		Funds refunded to Gol		56923877.00
47987369.00	Grants - Funds received on behalf of Gol		11067800.00	0.00	Bank Charges		5.00
4000.00	- VTP Registration charges - State		222000.00	47991369.00	Closing Balance		
0.00	- DGET MES Funds - Gol		126847750.00		- Cash		
0.00	- Interest on Grants		3417843.00		- Bank - UBI		132622880.00
47991369.00	Total		189546762.00	47991369.00	Total		189546762.00

As per our report on even dated
Place : Mumbai
Date:

For Sarda Soni Associates
Chartered Accountants



(Signature)
Partner
(CA Manoj Kumar Jain)
MNo.120788
FRN No. 117235

For State Management Committee of SDI for Maharashtra State

(Signature)

Chief Executive Officer and Member Secretary

State Management Committee of Skill Development Initiative for Maharashtra State

Balance Sheet as on 31-03-2012

		Amount in Rupees					
Previous Yr. At 31-03- 2011	Liabilities	Sch. Ref.	Current Yr. At 31-03- 2012	Previous Yr. At 31-03- 2011	Assets	Sch. Ref.	Current Yr. At 31-03- 2012
0.00	Society Fund Account		0.00	0.00	Fixed Assets		0.00
	- Opening Balance				Current Assets		0.00
	- Add:- During Year						
	- Less:- Utilised During year						
0.00	Fixed Asset Reserve Fund		0.00				
47987369.00	Unspent Grants		2131292.00	0.00	Cash and Bank Balance		0.00
4000.00	- Funds received on behalf of Gol		226000.00	47991369.00	- Cash		132622880.00
0.00	- VTP Registration charges - State		126847750.00		- Bank - UBI		
0.00	- DGET MES Funds - Gol		3417838.00				
0.00	- Interest received on Grants						
0.00	Current Liabilities		0.00				
47991369.00	Total		132622880.00	47991369.00	Total		132622880.00

As per our report on even dated

Place : Mumbai

Date:

For Sardar Soni Associates
Chartered Accountants



(Signature)

Partner
(CA Manoj Kumar Jain)

MNo.120788

FRN No. 117235

For State Management Committee of SDI for Maharashtra State

(Signature)
Chief Executive Officer and Member Secretary

State Management Committee of Skill Development Initiative for Maharashtra State

Income and Expenditure Account for the Year Ended 31-03-2012

Amount in Rupees							
Previous Yr. At 31-03- 2011	Expenditure	Sch. Ref.	Current Yr. At 31-03- 2012	Previous Yr. At 31-03- 2011	Income	Sch. Ref.	Current Yr. At 31-03- 2012
0.00	Bank Charges		5.00	0.00	Interest Earned on Grants		5.00
0.00	Total		5.00	0.00	Total		5.00

As per our report on even dated

Place : Mumbai

Date:

**For Sarda Soni Associates
Chartered Accountants**



(Signature)

Partner

(CA Manoj Kumar Jain)

MNo.120788

FRN No. 117235

For State Management Committee of SDI for Maharashtra State

(Signature)

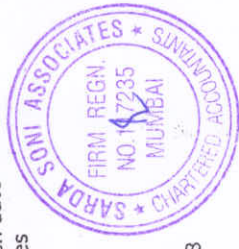
Chief Executive Officer and Member Secretary

EXPENDITURE		Rs	INCC	Rs
To Expenditure in respect of Properties				
Rates, Taxes, Ceases		-		
Repairs and maintenance (Fencing)		-		
Other Expenses		-		
To Establishment Expenses				
Bank Charges		5.00		
Salaries (Honorariums)		-		
Other Expenses		-		
To Remuneration to Trustees				
To Remuneration (in the case of a math) to the head of the math, including his household expenditure, if any				
To Legal Expenses				
To Audit Fees				
To Contribution and Fees				
To Amount written off:				
(a) Bad Debts				
(b) Loan Scholarship				
(c) Irrecoverable Rents				
(d) Other Items				
To Agriculture expenses				
To Depreciation				
To Amount transferred to Reserve Or Specific Funds				
To Expenditure on Objects of the Trust				
(a) Training - AB Claims				
(b) Training - VTP Claims				
(c) Other Charitable Objects				
Total		5.00		
To Surplus carried over to Balance Sheet				5.00
				Total Rs..
				5.00

The above Balance Sheet to the best of my/our belief contains a true account of the Funds and Liabilities and of the Property and Assets of the Trust

For Maharashtra State Skill Development Society

As per our report of even date
For Sarda Soni Associates
Chartered Accountants



Manoj Kumar Jain
Manoj Kumar Jain
Partner
Membership No. 120788

Trustee

Trustee

Place: Mumbai

Date:

PROPERTY AND ASSETS

FUNDS & LIABILITIES		Rs	Rs	Rs
Trusts Funds or Corpus Balance as per last Balance Sheet Received during the year				
Other Earmarked Funds (Created under the provisions of the trust deed or scheme or out of the Income)				
- Funds received on behalf of GoI		2,131,292		
- VTP Registration charges - State		226,000		
- DGET MES Funds - State		126,847,750		
- Interest received on Grants				
- DGET Orientation Workshop				
- Hunnar Rojgar Scheme - GoI				
- Administrative funds - State				
- Fixed Asset Reserve Fund		3,417,838		
Loans (Secured or Unsecured) :- From Trustees From Others				
Liabilities :- For Duties and Taxes For Expenses For Advances For Rent and Other Deposits For Sundry Credit Balances For Charity Commissioner				
Income and Expenditure Account:- Balance as per last Balance Sheet Less : Appropriation , if any Add: Surplus as per Income and Expenditure Account				
Immovable Properties :- (At Cost) Balance as per last Balance Sheet Additions during the year Less:- Sales during the year Depreciation for the year				
Movable Properties :- (At Cost) Balance as per last Balance Sheet Additions during the year Less:- Sales during the year Depreciation for the year				
Capital Work-In-Progress				
Loans (Secured or Unsecured) : Good / c Loans Scholarships Other Loans				
Advances : To Trustees To Employees To Contractors To Lawyers To Others (TDS)				
Income Outstanding :- Rent Interest Other Income				
Cash and Bank Balances :- (a) Cash (b) Bank - UBI (c) In Fixed Deposit Account with Bank of Baroda (d) With the Trustee (e) With the manager				132,622,880
Income and Expenditure Account :- Loss - as per last Balance Sheet Less : Appropriation , if any Add: Deficit as per Income and Expenditure				
		132,622,880		132,622,880

As per our report of even date
For Sarda Soni Associates
Chartered Accountants

Manoj Kumar Jain
Partner
Membership No. 120788

Place: Mumbai
Date:



For Maharashtra State Skill Development Society

Trustee

Place: Mumbai
Date:

The above Balance Sheet to the best of my/our belief contains a true account of the Funds and Liabilities and of the Property and Assets of the Trust

The Bombay Public Trust Act, 1950

SCHEDULE - IX C

(vide Rule -22)

Statement of income liable to contribution for the year ending 31st March, 2012

Name of the Public Trust - **Maharashtra State Skill Development Society**

Registered No.

		Rs.	Rs.
I.	Income as shown in the Income and Expenditure Account (Schedule IX)		-
II	Items not Chargeable to Contribution under Section 58 and Rules		
(i)	Donation received from other Public Trusts and Dharmadas	NIL	
(ii)	Grants received from Government and local authorities	NIL	
(iii)	Interest on Sinking or Depreciation Fund.	NIL	
(iv)	Amount spent for the purpose of secular education.	NIL	
(v)	Amount spent for the purpose of medical relief	NIL	-
(vi)	Amount spent for the purpose of veterinary treatment of animals	NIL	
(vii)	Expenditure incurred from donations for relief of distress caused by scarcity, drought, flood, fire or other natural calamity	NIL	-
(viii)	Deductions out of income from lands used for agricultural purposes:-		
(a)	Land Revenue and Local Fund Cess	NIL	
(b)	Rent payable to superior landlord	NIL	
(c)	Cost of production, if lands are cultivated by Trust	NIL	
(ix)	Deductions out of income from lands used for non-agricultural purpose :-		
(a)	Assessment, cesses and other Government or Municipal taxes	NIL	
(b)	Ground rent payable to the superior landlord	NIL	
(c)	Insurance premia	NIL	
(d)	Repairs at 10 per cent of gross rent of building	NIL	
(e)	Cost of collection at 4 per cent of gross rent of buildings let out	NIL	
(x)	Cost of collection of income or receipts from securities, stocks etc at 1 per cent of such income.	NIL	
(xi)	Deductions on account of repairs in respect of buildings not rented and yielding no income, at 10 per cent of the estimated gross annual rent.	NIL	
			NIL
Gross Annual Income Chargeable to Contribution Rs.			NIL

Certified that while claiming deductions admissible under the above Schedule, the Trust has not claimed any amount twice, either wholly or partly, against any of the items mentioned in the Schedule which have the effect of double-deduction.

Trust Address :

4th Floor, MTNL Building,
Cuffe Parade,
Mumbai - 400 005

Place: Mumbai

Date:

For Maharashtra State Skill Development Society

Trustee

Trustee



For Sarda Soni Associates
Chartered Accountants

(Signature)
Manoj Kumar Jain
Partner

Membership No. 120788

Place: Mumbai


Date:

**REPORT OF AN AUDITOR RELATING TO ACCOUNTS
AUDITED UNDER SUB-SECTION (2) OF SECTION 33 & 34
AND RULE 19 OF THE BOMBAY PUBLIC TRUSTS ACT.**

Registered Number :-
Name of the Public Trust :- *Maharashtra State Skill Development Society*
For the year ending **31.03.2012**

a. Whether accounts are maintained regularly and in accordance with the provisions of the Act and the rules :	YES
b. Whether receipts and disbursements are properly and correctly shown in the accounts :	YES
c. Whether the cash balance and vouchers in the custody of the manager or trustee on the date of audit were in agreement with the accounts :	YES
d. Whether all books, deeds, accounts, vouchers or other documents or records required by the auditor were produced before him ;	YES
e. Whether a register of movable and immovable properties is properly maintained, the changes therein are communicated from time to time to the regional office, and the defects and inaccuracies mentioned in the previous audit report have been duly complied with :	N.A
f. Whether the manager or trustee or any other person required by the auditor to appear before him did so and furnished the necessary information required by him ;	YES
g. Whether any property or funds of the trust were applied for any object or purpose other than the object or purpose of the trust	-NO-
h. The amounts of outstanding for more than one year and the amounts written off if any ;	-NIL-
i. Whether tenders were invited for repairs or construction involving expenditure exceeding Rs.5000/-	-NO-
j. Whether any money of the public trust has been invested contrary to the provisions of Section 35 ;	-NO-
k. Alienations, if any, of the immovable property contrary to the provisions of Section 36 which have come to the notice of the auditors	-NO-
l. All cases of irregular, illegal or improper expenditure, or failure or omission to recover monies or other property belonging to the public trust or of loss or waste of money or other property thereof, and whether such expenditure, failure, omission, loss or waste was caused in consequence of breach of trust or misapplication or any other misconduct on the part of the trustees or any other person while in the management of the trust	-NO-
m. Whether the budget has been filed in the form provided by rule 16A ;	YES
n. Whether the maximum and minimum number of the trustees is maintained.	YES
o. Whether the meetings are held regularly as provided in such instrument	YES
p. Whether the minute books of the proceedings of the meeting is maintained.	YES
q. Whether any of the trustees has any interest in the investment of the trust :	-NO-
r. Whether any of the Trustees is a debtor or creditor of the trust	-NO-
s. Whether the irregularities pointed out by the auditors in the accounts of the previous year have been duly complied with by the trustees during the period of audit :	N.A
t. Any special matter which the auditor may think fit or necessary to bring to the notice of the Deputy or Assistant Charity Commissioner.	-NO-

For Sarda Soni Associates
Chartered Accountants


Manoj Kumar Jain
Partner
Membership No. 120788



Place: Mumbai
Date:

Maharashtra State Skill Development Society

Year ending 31st March, 2012

DETAILS OF VARIOUS GROUPINGS DONE

A. EXPENSES FOR PROPERTIES

Office Rent	-
Property Tax	-
CONVENYANCE	-
TELEPHONE EXPS	-
Electrical expenses	-
FURNITURE EXPENSES	-
GENERAL EXPENSES	-
MISC. EXP.	-
STATIONARY EXPS	-
STATUTORY (LEGAL) EXPS	-
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BANK CHARGES

5.00

AGRICULTURE EXPS

0.00

Other Expenses

Audit Fee	-
Advertisement Expenses	-
Repairs & Maintenance	-
Consultancy Charges	-
Registration Charges	-
Meeting Expenses	-
Training Expenses	-
Travelling Expenses	-
Postage & Stamps	-
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**SIGNIFICANT ACCOUNTING POLICIES AND NOTES ON ACCOUNTS.
FINANCIAL YEAR 2011-12
STATE MANAGEMENT COMMITTEE OF SKILL DEVELOPMENT INITIATIVE FOR
MAHARASHTRA STATE**

A. SIGNIFICANT ACCOUNTING POLICIES:

1) BASIS OF ACCOUNTING:

The accounts are prepared under the Historical Cost Convention in accordance with the guidelines issued by Government of Maharashtra. The accounting is done on cash basis.

2) MAINTENANCE OF BOOKS OF ACCOUNT:

The books of Account are maintained under the Double Entry System of Accounting on cash basis in Tally ERP9 Accounting package.

3) REVENUE RECOGNITION:

3.1) Recognition of Income

i) Grants in aids

a) Amount of grant received by Society (SMC OF SDI for Maharashtra State) is taken into Income/ Revenue of a particular year to the extent of expenditure incurred only against the particular grant.

b) Grants-in-Aids are taken into account on actual receipt basis (Cash Basis).

c) The Grants-in-Aids received by Society (SMC OF SDI for Maharashtra State) are taken on receipt side of the Receipt & Payment A/C and on income side in the Income & Expenditure A/C.

d) The Grant-in-Aid to the extent of remain unutilized at the end of the financial year is shown as liability in the Balance Sheet.

ii) Interest Income

a) The interest earned is shown separately.

b) Interest earned is treated as Grants-in-aids and is utilized for the same purpose for which approved by Governing Council.

iii) Other Receipts



Revenue from the sale of tender/ bid forms, bank interest etc. are recognized on receipt basis. Where miscellaneous income cannot be identified with any expenditure head the same is credited to Income and Expenditure Account.

4) FIXED ASSETS:

- I. Fixed Assets are accounted for at direct cost including cost attributable to bring the asset into use.
- II. Only those articles are treated as assets of the society which are procured, used and installed in the Office of the Society and are capitalized in the balance sheet of the society.

5) DEPRECIATION:

Depreciation on fixed assets is not provided as per the guidelines.

Fixed assets are disposed off/ condemned as per the provisions under General Financial Rules (GFR) of State/UT Governments or GOI on becoming the assets obsolete.



**State Management Committee of Skill Development Initiative for
Maharashtra State**

FORM GFR 19-A

[See Rule 212 (1)]

FORM OF UTILISATION CERTIFICATE

Scheme Name: - Modular Education Scheme

Sr. No.	Sanction No.	Date	Amount Released (Rs.)
1	DGET-7/2/2010-MES/IS	5/31/2011	80767500
2	DGET-7/2/2010-MES/IS		46080250
3			
5			
6			
7			
Total			126,847,750.00

Certified that out of Rs. 12,68,47,750/- (Rupees. Twelve crores sixty eight lakhs forty seven thousand seven hundred fifty only) grant-in-aid sanctioned during the year 2011-12 in favour of State Management committee of Skill Development Initiative for Maharashtra State. Under this Department letter number given in the margin & a sum of Rs. 0.00 (Rupees NIL) on account of unspent balance of the previous year ; a sum of Rs. 0/- (Rupees only) has been utilised for the purpose of implementation of Scheme.

For which it was sanctioned and that balance of Rs. 12,68,47,750/- (Rupees. Twelve crores sixty eight lakhs forty seven thousand seven hundred fifty only) remaining unutilised at the end of the year ~~has been surrendered to Government (vide no. _____ Date _____)~~ will be adjusted towards the grant-in -aid payable during the next year 2012-13.

Certified that I have satisfied my self that the condition on which the grant-in -aid was sanctioned has been fully fulfilled/ are being fulfilled & that I have exercised that following checks to see that the money was actually utilised for the purpose for which it was sanctioned.

Kinds of Checks exercised

- 1 Sanction order of Gol and GoM
- 2 Bank Statements
- 3 Books of accounts & ledgers
- 4 Audited Financial Statement of Society.



Chief Executive Officer & Member Secretary
State Management Committee of SDI for Maharashtra State