

# THE DISTRICT COUNCIL OF SAVANNE

## BALANCE SHEET AS AT 31.12.2013

	Rs	Rs	Rs
<b>Fixed Assets</b>			
Capital Outlay			257,264,870
<b>Other Long Term Asset</b>			
Investment Pension Fund			41,022,969
<b>Current Assets</b>			
Debtors	28,645,444.00		
Investment	16,824,998.00		
Cash at Bank and in hand	8,950,140.00		
		54,420,582.00	
<b>Less Current Liabilities</b>			
Deposits	5,553,617		
Creditors due less than one year	5,851,442		
Provision for bad debts	3,222,061	(14,627,120)	
Net Current Assets			39,793,462
<b>Net Assets</b>			<b>338,081,301</b>
<b>Financed by</b>			
Capital Fund		265,802,706	
General Fund		20,212,710	
			286,015,416
<b>Provisions</b>			
Pension Fund		41,891,309	
Passage Fund		7,766,791	
Other Balances		2,407,785	
			52,065,885
<b>Capital Employed</b>			<b>338,081,301</b>

.....  
**S. Jugurnauth**  
Chairperson

.....  
**T. D. Ramkissoon Mungoosing**  
Ag. Chief Executive

.....  
**M. N. Rungasamy (FCCA)**  
Financial Controller

30 April 2014

# THE DISTRICT COUNCIL OF SAVANNE

## STATEMENT OF INCOME AND EXPENDITURE FOR YEAR ENDED 31st DECEMBER 2013

<b>Income</b>	<b>Rs</b>	<b>Rs</b>
Government Grant in aid	121,252,319	
Investment Income	519,685	
Fees - 8th Schedule	11,059,115	
Market fees	3,008,760	
Scavenging fees	703,405	
Bus Toll fee	926,250	
Other Income	3,141,835	
		140,611,369
Capital Funds		570,602
		141,181,971
<b>Expenditure</b>		
Staff Costs	71,352,355	
Supplies and Services	13,007,545	
Transport Costs	5,626,275	
Administrative Costs	9,855,441	
Social and Cultural Activities	2,666,010	
Grants and Subsidies	2,036,245	
Contribution to Associations	150,000	
Pensions and Gratuities	1,906,978	
Office Expenses	1,330,031	
Insurance Costs	912,550	
Capital Fund(current items)		
Others	144,936	
Accruals	5,851,442	
Capital Funds(current)	570,602	
Revenue Reserve(current items)		
Car Loan Fund	130,657	
Renewal Account		
Passage Fund	1,694,000	
Pension Fund	8,941,810	
Provision for bad debts	807,741	
		(126,984,617)
Revenue Surplus for the Year		<b>14,197,354</b>
Tr to Deposit:		
Inspection & Audit Fees	150,000	
Provision for MCP	1,394,119	(1,544,119)
<b>Surplus c/f</b>		<b>12,653,235</b>

# THE DISTRICT COUNCIL OF SAVANNE

## Cash Flow Statement For Year Ended 31st December 2013

	Rs	Rs
<b><i>OPERATING ACTIVITIES</i></b>		
Cash received from Grants-in-aid	121,252,319	
Cash received from fees – 12th Schedule	10,428,555	
Cash received from fees – 10th Schedule	1,559,410	
Cash received from other sources	4,291,484	
Cash received from markets & fairs	968,960	
Cash received from scavenging fees	705,205	
Cash received from bus toll fees	926,250	
Cash payments to Sup/Contractors etc.	(38,408,993)	
Cash paid to and on behalf of employees	(73,259,333)	
<b>Net Cash inflow from operating activities</b>		<b>28,463,856</b>
<b><i>RETURN ON INVESTMENT AND SERVICING OF FINANCE</i></b>		
Interest received on investment	519,685	
Interest received on car loan	801	
<b>Net Cash inflow from ROI &amp; SOF</b>		<b>520,486</b>
<b><i>INVESTING ACTIVITIES</i></b>		
Investments	25,766,467	
Capital Outlay	27,631,334	
Refund of car loan & Sale of vehicles	(7,883)	
Car Loan	473,000	
<b>Net Cash (outflow) from investing activities</b>		<b>(53,862,917)</b>
<b><i>FINANCING ACTIVITIES</i></b>		
Government Grants/N.D.U	33,828,716	
Disinvestment	-	
<b>Net Cash inflow from financing activities</b>		<b>33,828,716</b>
<b><i>INCREASE/(DECREASE) IN CASH/BANK</i></b>		<b>8,950,140</b>

# THE DISTRICT COUNCIL OF SAVANNE

## Notes to the Accounts For Year Ended 31st December 2013

### 1. ACCOUNTING POLICIES

- (i) The Accounts have been prepared on a historical cost basis.
- (ii) Expenses and Income have been accounted on an accrual basis with provision made for bad debts.
- (iii) All interests on Investments have been credited to Income and Expenditure Account with the exception of Interests on Passage Fund and Car Loan which have been credited in the respective accounts
- (iv) There was no stock at the end of the year

### 2. ACCOUNTING PERIOD

The Accounts have been prepared for year ended 31st December 2013 with no comparative figures being given since it was the first year of accounting for this newly established local authority following village councils' election in December 2012.

This was the very first year of accounting of The District Council of Savanne and opening balances were apportioned between the district councils of grand port and savanne and any adjustment deemed necessary would be effected in the next accounting year.

### 3. FIXED ASSETS

	Rs
<u>Capital Outlay</u>	
Transfer from GPSDC	229,633,536
District Council Capital Outlay [refer to ( i ) & ( ii ) below]	<u>27,631,334</u>
Balance as at 31st December 2013	<u><u>257,264,870</u></u>

(i) *District Council Capital Outlay*

Balance b/f (01.01.2013)		229,633,536
LIF	23,547,470	
SAVANNE FUND	3,636,395	
CAPITAL GRANT	77,000	
NDU	44,032	
CAPITAL PROJECT	326,437	
		<u>27,631,334</u>
Balance c/f (31.12.2013)		<u><u>257,264,870</u></u>

(ii) *District Council Capital Outlay Analysis for Year 2013*

	Year 2013
Land and Building	23,690,624
Plant and Equipment	2,305,847
Infrastructure	1,634,863
<b>Total</b>	<b>27,631,334</b>

4. INVESTMENT

General Fund & Deposit		15,000,000
Car Loan	130,667	
Passage Fund	1,694,331	
Pension Fund	41,022,969	<u>42,847,967</u>
<b>Total</b>		<u><u>57,847,967</u></u>

**5. OTHER CURRENT ASSETS**

Debtors	28,645,444	
Savings A/Cs, Current A/C & Cash in Hand	8,950,140	
<b>Total</b>	<b>37,595,584</b>	

**6. CAPITAL FUND**

consists of		
Applied Fund	260,855,035	
Unapplied Fund	4,947,671	
<b>Total</b>	<b>265,802,706</b>	

**7. GENERAL FUND**

consists of		
Renewal Account	3,185,622	
Car loan	130,667	
Revenue Reserve	16,896,421	
<b>Total</b>	<b>20,212,710</b>	

**8. STAFF & PENSION COST**

Basic Salary	49,258,165.00	
Salary Adjustment/Compensation	19,752.00	
Allowances	3,028,429.00	
Cash in lieu of leave/Sick Leave Credits	1,879,962.00	
End of Year Bonus	4,631,034.00	
Travelling and Transport	5,867,644.00	
Overtime	4,216,506.00	
Staff Welfare	7,600.00	
Passage Benefits	836,328.00	
Contribution to NSF/National Pension Fund		
etc.	1,151,819.00	
Contribution to Pension Fund	2,980,604.00	
Contr. to Family Protection Scheme	455,116.00	74,332,959
Pension & Gratuity		1,906,978
<b>Total</b>		<b>76,239,937</b>

**9. ANALYSIS OF EXPENDITURE BY PROGRAMME EXCLUDING STAFF COST**

Programme 1	14,638,809	
Programme 2	11,887,734	
Programme 3	54,600.00	
Programme 4	5,822,263	
Programme 5	3,325,625	
<b>Total</b>	<b>35,729,031</b>	

**10. PENSION FUND**

Pension Fund has been accounted as per the requirements of section 81 the Local Government Act 2011.

The Pension fund to the tune of Rs79,683,870 as at 31st December which was at the Grand Port Savanne District Council had been transferred to SICOM. This company was selected by the Ministry of Local Government & Outer Islands to administer the Fund. The opening balance of the fund was apportioned on the basis of December 2012 salary of employees transferred to The District Council of Savanne from Grand Port Savanne District Council. The salary of the employees of The District Council of Savanne represented 40% of the total salary. Hence the opening balance of the Pension Fund at SICOM was accounted as Rs32,081,159.

The contribution of Rs8,941,810 to Pension Fund has been accounted in Investment and Pension Fund as Asset and Liability respectively. It is considered that the pension fund is not a mere pension contribution scheme. Council & employees are contributing to the fund, pension is paid on the basis of the last salary drawn and the completed month of service of the employee, payment of pension is made out of the fund and council has to refund to SICOM a share of the pension based on the years of service of the employee up to June 2008. An actuarial valuation of the fund shall be effected at intervals not more than 5 years to determine any necessary adjustment to the fund. Interests and Payments inclusive of administration charge would thereafter accounted upon confirmation from SICOM.

Date: 30 April 2014

# THE DISTRICT COUNCIL OF SAVANNE

## Movement in Funds For Year 2013

	<b>Capital Fund</b>	<b>General Fund</b>	<b>Passage Fund</b>	<b>Pension Fund</b>
	<b>Rs</b>	<b>Rs</b>	<b>Rs</b>	<b>Rs</b>
<b>Balance as at 01.01.2013</b>	236,322,662	7,893,924	6,072,460	32,949,500
Addition to fund	29,585,530	130,667	1,694,331	8,941,810
Fund applied	(27,631,334)	(465,117)		
Transfers to/from Income & Exp.	(570,602)	12,653,235		
Contra Entries	27,631,334			
Transfers to other accounts				
Transfers from other accounts	465,117			
<b>Balance as at 31.12.2013</b>	<b>265,802,706</b>	<b>20,212,710</b>	<b>7,766,791</b>	<b>41,891,310</b>

Date: 30 April 2013