



AASA & Associates
Chartered Accountants

INDEPENDENT AUDITOR'S REPORT

To
The Members of
GRAM VIKAS

Report on the Audit of the Financial Statements

Opinion

We have audited the accompanying Standalone Financial Statements of **GRAM VIKAS, MOHUDA, BERHAMPUR – 760002, ODISHA** a society registered under the Society Registration Act which comprise the Balance Sheet as at 31st March 2023, and the Statement of Income & Application for the year then ended and notes to the financial statements, including a summary of significant accounting policies and notes there on.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone financial statements give the information in the manner so required and give a true and fair view in conformity of the Society as at March 31, 2023 and of the excess of Application over Income for the year ended on that date.

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) specified our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Society in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Responsibilities of Management for the Standalone Financial Statements

The Society's Management are responsible with respect to the preparation of these standalone financial statements that give a true and fair view of the financial position, financial performance in accordance with the accounting principles generally accepted in India. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Society and for preventing and detecting frauds and other irregularities; selection and application of appropriate implementation and maintenance of accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the management is responsible for assessing the Society ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Agency or to cease operations, or has no realistic alternative but to do so.

Those Management are also responsible for overseeing the Society's financial reporting process.



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Auditor's Responsibilities for the Audit of the Financial Statements

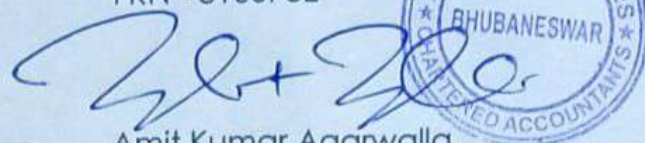
Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.

- a) In Our Opinion, proper books of account as required by law have been kept by the Society so far as it appears from our examination of those books.
- b) The Balance Sheet and the Income & Application Account dealt with by this Report are in agreement with the books of account.

Place: Bhubaneswar
Date: 18.08.2023
UDIN: 23063572BGVXWY9184

For **AASA & Associates**
Chartered Accountants
FRN - 310073E



Amit Kumar Agarwalla
Partner
Membership No. - 063572



GRAM VIKAS

BALANCE SHEET AS AT 31st MARCH 2023

Particulars	Sch.	As at 31.03.2023 (in Rupees)	As at 31.03.2022 (in Rupees)
<u>LIABILITIES</u>			
General Fund	I	35,66,16,838	36,30,80,996
Deferred Project Receipts	II	4,87,31,012	4,83,38,947
Project Funds - Restricted Grants	III A	5,75,36,407	5,07,32,532
Capital Asset Fund	IV	9,05,90,728	8,81,72,908
Dairy Development Fund		1,80,551	1,80,551
Other Funds	V	1,73,08,171	1,67,22,053
Current Liabilities and Provisions	VI	94,15,169	1,18,16,513
		58,03,78,876	57,90,44,500
<u>ASSETS</u>			
Fixed Assets	VII	9,05,90,728	8,81,72,908
Investments	VIII	11,19,49,115	14,38,45,705
Piped Water Supply Projects' Advances	III B	2,90,30,057	4,38,57,003
Current Assets	IX	22,95,29,772	21,93,62,173
Application out of Past Accumulations	X	11,92,79,204	8,38,06,711
		58,03,78,876	57,90,44,500

In terms of our attached report of even date.

FOR: AASA & ASSOCIATES
CHARTERED ACCOUNTANTS
FRN:310073E

[Amit Kumar Agarwalla, FCA]
P A R T N E R
M. No.: 063572
UDIN : 23063572BGVXWY9184

BHUBANESWAR
DT: 18.08.2023

FOR: GRAM VIKAS

Joe Madiath
(Joe Madiath)
Chairman

Liby T Johnson
(Liby T Johnson)
Executive Director

GRAM VIKAS

INCOME AND APPLICATION ACCOUNT FOR THE YEAR ENDED 31st MARCH 2023

Particulars	Year ending 31.03.2023 (in Rupees)	Year ending 31.03.2022 (in Rupees)	
<u>INCOME</u>			
Grants and Donations	1,96,98,823	1,84,95,341	
Award - Excellence in Climate Change Mitigation and Adaptation	4,00,000	-	
Interest Income	54,87,033	48,62,060	
Add: Interest income earned on donor funds - Grant-in-aid	<u>8,16,877</u>	<u>10,51,475</u>	
Income from Investments	1,79,11,938	2,15,01,680	
Income from Sale of assets	75,353	-	
Reimbursements	10,98,704	4,79,972	
House Rent Income	14,82,624	11,08,174	
Miscellaneous Income	14,82,649	9,14,861	
Overhead recoveries from the projects	19,46,826	8,35,345	
Utilisation against restricted grant (Annex to Schedule - III A) - Pass through entry	21,18,43,060	19,25,62,554	
Total Income	<u><u>26,22,43,887</u></u>	<u><u>24,18,11,462</u></u>	
<u>APPLICATION</u>			
<u>Application - Programme - Revenue</u>			
Village Institutions	Annex - 1	68,78,350	1,07,76,343
Water	Annex - 2	2,61,19,259	1,33,33,194
Livelihoods	Annex - 3	30,56,217	12,75,281
Sanitation & Hygiene	Annex - 4	34,29,701	17,85,579
Habitat & Technology	Annex - 5	12,35,311	6,71,531
Education and Youth	Annex - 6	12,51,404	-
Disaster Relief and Rehabilitation		-	78,331
Planning and Monitoring	Annex - 7	25,63,730	17,22,390
Documentation & Communication	Annex - 8	53,26,808	26,74,439
Human Resource Development	Annex - 9	60,52,778	11,62,485
Strategies & Systems	Annex - 10	42,68,149	20,21,126
Audit Costs	Annex - 11	15,18,740	16,07,533
Staff Costs	Annex - 12	93,48,173	42,42,526
Administration Costs	Annex - 13	1,03,59,570	57,33,107
Utilisation against restricted grant (Annex to Schedule - III A) - Pass through entry	21,18,43,060		19,25,62,554
<u>Application - Programme - Capital</u>			
Capital Expenses		-	-
Depreciation on assets acquired from sources other than Income- Donor funds	15,18,404		13,58,838
Depreciation on assets acquired from sources other than Income- Past Accumulations	29,46,726		31,59,827
Total Application	<u><u>29,77,16,380</u></u>		<u><u>24,41,65,084</u></u>
Less:			
Application Amount in excess of the application to the extent of available Income met out of Past Accumulation transferred to Balance Sheet	3,54,72,493		23,53,622
	<u><u>26,22,43,887</u></u>		<u><u>24,18,11,462</u></u>

INCOME AND APPLICATION APPROPRIATION ACCOUNT FOR THE YEAR ENDED 31st MARCH 2023

Particulars	Period ending 31.03.2023 (in Rupees)	Year ending 31.03.2022 (in Rupees)
Add: Depreciation on assets acquired from sources other than income transferred to BS	44,65,130	45,18,665
Less: Interest on Donor Project Funds trf.to Project Fund A/c-Grant-in-aid	8,16,877	10,51,475
Less : Interest on Bank deposits of G.V.Welfare Fund transferred to Balance Sheet	8,93,018	-
Net Surplus	27,55,235	34,67,190

Note : Income and application account is prepared u/s 11 of Income Tax Act, 1961

As per report of even date

FOR: AASA & ASSOCIATES
CHARTERED ACCOUNTANTS
FRN:310073E



[Signature]

[Amit Kumar Agarwalla, FCA]
P A R T N E R
M. No.: 063572
UDIN : 23063572BGVXWY9184

FOR: GRAM VIKAS

[Signature]

(Joe Madiath)
Chairman

[Signature]

(Liby T Johnson)
Executive Director

BHUBANESWAR
DT: 18.08.2023

SCHEDULES TO BALANCE SHEET AS AT 31st MARCH 2023

GENERAL FUND

Particulars	As at	SCHEDULE - I
	31.03.2023 (in Rupees)	As at 31.03.2022 (in Rupees)
Opening Balance	36,30,80,996	37,05,21,169
Add: Net Surplus transferred from I & A Account	27,55,235	34,67,190
Add: Receipts against deferred project receipts	1,28,38,632	57,69,627
Less: Transferred to Dairy Development Fund	-	1,80,551
Less: Bills raised against project funds	1,32,30,697	75,29,861
Less: Assets acquired out of Past Accumulation	88,27,328	89,66,578
Net General Fund	<u>35,66,16,838</u>	<u>36,30,80,996</u>

DEFERRED PROJECT RECEIPTS

Particulars	As at	SCHEDULE - II
	31.03.2023 (in Rupees)	As at 31.03.2022 (in Rupees)
Opening Balance	4,83,38,947	4,65,78,713
Add: Accretions against project receivables	1,32,30,697	75,29,861
Less: Receipts against deferred project receipts	1,28,38,632	57,69,627
	<u>4,87,31,012</u>	<u>4,83,38,947</u>

PROJECT FUNDS - RESTRICTED GRANTS

Particulars	As at	SCHEDULE - III A
	31.03.2023 (in Rupees)	As at 31.03.2022 (in Rupees)
Opening Balance	5,07,32,532	7,17,05,398
Add: Project funds received	21,78,30,058	17,05,38,213
Add: Bank Interest earned on project funds	8,16,877	10,51,475
Less : Project Fund depletions	21,18,43,060	19,25,62,554
	<u>5,75,36,407</u>	<u>5,07,32,532</u>

PIPED WATER SUPPLY PROJECTS (GOVT.)**SCHEDULE - III B**

Particulars	As at 31.03.2023 (in Rupees)	As at 31.03.2022 (in Rupees)
Opening Balance	(4,38,57,003)	(5,67,55,276)
Add: Amount received/credited	1,68,34,585	1,61,00,912
Less : Amount spent	20,07,639	32,02,639
	<u>(2,90,30,057)</u>	<u>(4,38,57,003)</u>

CAPITAL ASSET FUND**SCHEDULE - IV**

Particulars	As at 31.03.2023 (in Rupees)	As at 31.03.2022 (in Rupees)
Opening Balance	8,81,72,908	8,85,60,593
Add: Assets purchased during the year	1,27,11,671	1,07,12,820
Less: Deletions at WDV	8,973	-
Less: Depreciation for the year 2022-23	1,02,84,878	1,11,00,505
	<u>9,05,90,728</u>	<u>8,81,72,908</u>

OTHER FUNDS**SCHEDULE - V**

Particulars	As at 31.03.2023 (in Rupees)	As at 31.03.2022 (in Rupees)
Arghyam Water Revolving fund	1,21,15,478	1,21,15,478
G.V.Employees Welfare Fund	23,79,244	26,86,144
Add: Interest on Welfare Fund transferred from Income & App. A/c	<u>8,93,018</u>	-
Health Assurance Fund	12,01,956	12,01,956
Drinking Water Subsidy Fund	<u>7,18,475</u>	<u>7,18,475</u>
	<u>1,73,08,171</u>	<u>1,67,22,053</u>

CURRENT LIABILITIES & PROVISIONS**SCHEDULE - VI**

Particulars	As at 31.03.2023 (in Rupees)	As at 31.03.2022 (in Rupees)
Outstanding Expenses	5,66,401	4,69,775
Advance against sale of Assets	5,64,567	-
Village Committee Water & Sanitation Program Payables	36,84,900	36,84,900
TDS collected & Payable	995	4,69,534
GST Collected & Payable	2,40,530	10,80,382
Gram Vikas EPF and EDLI Payable	-	8,80,714
Professional Tax Collected and Payable	-	28,875
GST Input Contingent Liability	38,59,877	49,65,210
Other payables	4,97,899	2,37,123
	<u>94,15,169</u>	<u>1,18,16,513</u>

FIXED ASSETS**SCHEDULE -VII**

Particulars	As at 31.03.2023 (in Rupees)	As at 31.03.2022 (in Rupees)
Land	75,32,063	65,68,763
Leasehold Property	2,89,456	2,92,535
Buildings	4,71,52,547	5,03,41,239
Vehicles	16,06,303	18,94,540
Electrical Fittings	7,63,196	6,59,788
Furniture & Fittings	24,24,594	23,89,592
Computer & Peripherals	14,63,843	18,90,493
Equipments	2,11,83,882	2,15,52,832
Cycles	7,825	9,206
Capital Work in Progress	81,67,019	25,73,920
	<u>9,05,90,728</u>	<u>8,81,72,908</u>

INVESTMENTS**SCHEDULE-VIII**

Particulars	As at 31.03.2023 (in Rupees)	As at 31.03.2022 (in Rupees)
Investments in :		
RBI Bonds (8% Taxable)	-	3,50,00,000
Mutual Funds (Valued at cost)	11,19,49,115	10,88,45,705
	<u>11,19,49,115</u>	<u>14,38,45,705</u>

CURRENT ASSETS**SCHEDULE -IX**

Particulars	As at 31.03.2023 (in Rupees)	As at 31.03.2022 (in Rupees)
Advances		
Programme expenditure advances	-	1,07,368
Toilet & Bathing room Advances	4,13,894	4,12,026
PGL Furnitures Pvt. Ltd.	29,122	29,122
Infyways Solution Pvt. Limited	1,38,849	-
Sundry Advances	3,53,381	1,93,342
Stock, Spares & Stores	35,86,988	36,25,365
Payment to EPFO for GV EPF Trust, towards settlement of accounts of the GV EPF Trust	30,00,000	30,00,000
	75,22,234	
Receivables		
ODRP Project receivables - OSDMA, Bhubaneswar	3,46,45,676	3,46,45,676
Urban Management Centre - UMC	14,10,396	14,10,396
Water & Sanitation Project - MCL Project Receivables	3,43,644	3,43,644
Water & Sanitation Project receivables - RSP, Rourkela	48,01,796	48,01,796
Rural Water Supply & Sanitation (Govt. of Odisha)	74,78,108	70,86,043
Schools Water supply Project, NALCO, Angul	51,392	51,392
RWSS - JJM (ISA)	1,673	75,90,572
Village Committees Toilets & Bathing rooms Advances receivable	11,20,357	12,22,287
Village Committees Water supply advances receivable	7,30,121	15,16,889
Village water supply projects' pending settlement	2,20,004	10,15,639
Rent Receivable	8,10,300	3,11,200
Interest Accrued on Deposits & Bonds and Dividend Receivable	17,82,196	25,02,365
Thrive Energy Technologies Pvt. Ltd.	6,63,911	6,63,911
Life Circle Health Services Pvt. Ltd.	2,48,520	1,85,880
Sundry Receivables	1,68,731	1,98,147
	5,44,76,825	
Deposits	20,18,205	20,18,205
Statutory Receivables		
TDS Deducted & Receivable	3,12,71,383	2,60,79,894
Service Tax and GST Receivable	8,48,877	15,62,130
	3,21,20,260	
Cash and bank balances		
Cash in hand	1,17,765	1,10,526
Cash at Bank :		
In Fixed Deposits with banks	7,62,41,545	4,18,66,964
In Savings Bank Accounts	5,70,32,938	7,68,11,394
	13,32,74,483	
	22,95,29,772	21,93,62,173

APPLICATION FROM PAST ACCUMULATIONS/CORPUS**SCHEDULE -X**

Particulars	As at 31.03.2023 (in Rupees)	As at 31.03.2022 (in Rupees)
Application out of Past Accumulation - 2018-19	1,51,41,308	1,51,41,308
Application out of Past Accumulation - 2019-20	4,12,62,503	4,12,62,503
Application out of Past Accumulation - 2020-21	2,50,49,278	2,50,49,278
Application out of Past Accumulation - 2021-22	23,53,622	23,53,622
Unabsorbed expenses incurred out of Past Accumulation during current year transferred from Income & Application A/c	3,54,72,493	
	<u>11,92,79,204</u>	<u>8,38,06,711</u>

GRAM VIKAS

(PROJECT FUNDS - RESTRICTED GRANTS)

ANNEXURE TO SCHEDULE FOR RESTRICTED GRANTS FOR THE YEAR ENDED 31st MARCH 2023

Particulars	Annex. to Sch.-III A	
	Year ending	Year ending
	31.03.2023 (in Rupees)	31.03.2022 (in Rupees)
Opening Balance of Project Funds	5,07,32,532	7,17,05,398
<u>Accretion during the year</u>		
Grants in Aid	21,78,30,058	17,05,38,213
Interest Income on donor funds transferred from Income & Application app. A/c	8,16,877	10,51,475
Total	21,86,46,935	17,15,89,688
<u>Depletion during the year</u>		
<u>Depletion - Programme</u>		
Village Institutions	2,03,47,947	1,43,33,482
Water	10,89,00,949	8,56,98,867
Livelihoods	2,95,99,446	1,70,71,554
Sanitation & Hygiene	1,29,22,766	1,16,83,294
Habitat & Technology	75,73,884	1,14,90,238
Education & Youth	61,66,049	1,05,600
Disaster Relief and Rehabilitation	30,60,801	1,71,77,335
Planning and Monitoring	44,22,286	81,26,609
Documentation & Communication	22,31,672	38,79,352
Human Resource Development	43,10,073	38,05,838
Strategies & Systems	37,00,998	69,19,779
Grants and donations	-	50,000
Audit Costs	8,16,886	6,81,783
Staff Costs	20,32,618	65,59,055
Administration Costs	20,24,142	20,79,324
Project assets	37,32,543	17,46,242
Swachh Bharat Mission support for Toilets & Bathing room projects	-	11,54,202
Total	21,18,43,060	19,25,62,554
Closing Balance of Project Funds	5,75,36,407	5,07,32,532

GRAM VIKAS

PIPED WATER SUPPLY PROJECTS - GOVT. (RWSS)

ANNEXURE TO PIPED WATER SUPPLY PROJECTS' ADVANCES FOR THE YEAR ENDED 31st MARCH 2023

Annex. to Sch.-III B

Particulars	Year ending 31.03.2023 (in Rupees)	Year ending 31.03.2022 (in Rupees)
Opening Balance	(4,38,57,003)	(5,67,55,276)
<u>Accretion during the year</u>		
Receipts from Govt. of Odisha (Rural Water Supply & Sanitation)	1,46,93,063	1,24,00,827
Receivable from Govt. of Odisha (Rural Water Supply & Sanitation)	13,53,931	31,16,055
Village water supply project pending settlement	7,87,591	5,84,030
Total	1,68,34,585	1,61,00,912
<u>Depletion during the year</u>		
<u>Depletion - Programme - Revenue</u>		
Implementation of Piped water supply projects in villages	20,07,639	32,02,639
Total	20,07,639	32,02,639
Closing Balance	(2,90,30,057)	(4,38,57,003)

GRAM VIKAS													
FIXED ASSETS AS AT 31.03.2023 (General)													
Particulars	Gross Block				Depreciation				Net Block				
	Original cost as on 01.04.22	Additions during the year - (> 6 months)	Additions during the year - (< 6 months)	Deletions during the year	Till 31.03.22	Rate	Amount (> 6 months)	Rate	Amount (< 6 months)	Total as on 31.03.23	W.D.V as on 31.03.23	W.D.V as on 31.03.22	
	Rs.	Rs.	Rs.	Rs.	Rs.	%	Rs.	%	Rs.	Rs.	Rs.	Rs.	Rs.
Land	15,09,891	-	-	-	-	0%	-	0%	-	-	15,09,891	15,09,891	
Leasehold Property *	-	-	-	-	-	1%	-	0.5%	-	-	-	-	-
Buildings	2,12,514	-	-	-	79,387	10%	13,313	5%	-	92,700	1,19,814	1,33,127	
Work-in-Progress	-	-	-	-	-	0%	-	0%	-	-	-	-	-
Vehicles	36,807	-	-	-	20,476	15%	2,450	7.5%	-	22,926	13,881	16,331	
Electrical Fittings	2,228	-	-	-	912	10%	132	5%	-	1,044	1,184	1,316	
Furniture & Fixture	19,426	-	-	-	7,955	10%	1,148	5%	-	9,103	10,323	11,471	
Computer & Peripherals	-	-	-	-	-	40%	-	20%	-	-	-	-	-
Equipments	35,342	-	-	-	19,660	15%	2,352	7.5%	-	22,012	13,330	15,682	
Cycles	20,279	-	-	-	11,282	15%	1,350	7.5%	-	12,632	7,647	8,997	
	18,36,487	-	-	-	1,39,672	-	20,745	-	-	1,60,417	16,76,070	16,96,815	-
					-								-

EXPENDITURE

Particulars	Year ending 31.03.2023 (in Rupees)
Annex - 1	
VILLAGE INSTITUTIONS	
Access to Social Protection Schemes	3,63,924
Programme Implementation Expenses	65,14,426
	68,78,350
Annex - 2	
WATER	
Solar pumps for PWS	49,300
Civil Engineering support group	1,92,000
Implementation Support Agency	1,22,04,084
Programme Implementation Expenses	1,36,73,875
	2,61,19,259
Annex - 3	
LIVELIHOODS	
Migration Facilitation Centres in the corridors	2,29,714
Skill training	2,10,000
Programme Implementation Expenses	26,16,503
	30,56,217
Annex - 4	
SANITATION & HYGIENE	
Water Quality surveillance and management at the village level	920
Programme Implementation Expenses	34,28,781
	34,29,701
Annex - 5	
HABITAT & TECHNOLOGY	
Programme Implementation Expenses	12,35,311
	12,35,311
Annex - 6	
EDUCATION	
Support to Gram Vikas Residential Schools	12,51,404
	12,51,404
Annex - 7	
PLANNING AND MONITORING	
FCO level reporting and review	1,730
District level reporting and review	2,37,237
Plan Monitoring Review Meetings	1,82,246
GB reporting and review	8,500
Programme Implementation Expenses	21,34,017
	25,63,730
Annex - 8	
DOCUMENTATION & COMMUNICATION	
Annual Plan Document	22,183
Annual Report	1,75,810
Social Media	12,41,215
Website	2,37,563
Gram Vikas Samachar	12,600
Programme Implementation Expenses	36,37,437
	53,26,808
Annex - 9	
HUMAN RESOURCE DEVELOPMENT	
Staff Development Cell	7,18,919
Performance Management System	8,04,897
Internships	3,70,395
Recruitments	9,727
Staff welfare	1,52,771
CPP	1,08,026
Programme Implementation Expenses	38,88,043
	60,52,778

Annex - 10

STRATEGIES & SYSTEMS

Strengthening Systems	5,48,225
Finance Accompaniment	6,30,150
ED's Office	38,691
Programme Implementation Expenses	30,51,083
	<u>42,68,149</u>

Annex - 11

AUDIT COSTS

Statutory Audit	3,95,800
Internal Audit	11,22,940
	<u>15,18,740</u>

Annex - 12

STAFF COSTS

Staff Costs - Administration	93,48,173
	<u>93,48,173</u>

Annex - 13

ADMINISTRATIVE COSTS

Other Administrative Costs	1,03,59,570
	<u>1,03,59,570</u>

GRAM VIKAS

RESOURCE MOBILISATION AND UTILISATION ACCOUNT FOR THE YEAR ENDED 31st MARCH 2023

Particulars	Total (Rs.)	Sources			Own (Rs.)
		Project Grants (Rs.)	Water & Sanitation (Govt.) (Rs.)		
INCOME					
Grants & Donations	23,75,28,881	21,78,30,058	1,96,98,823	-	-
Award - Excellence in Climate Change Mitigation and Adaptation	4,00,000	-	-	4,00,000	4,00,000
Interest Income	63,03,910	8,16,877	35,184	54,51,849	54,51,849
Receipts from Govt. (Rural Water Supply & Sanitation)	1,46,93,063	-	1,46,93,063	-	-
Security deposit receivable from Govt. (Rural Water Supply & Sanitation)	13,53,931	-	13,53,931	-	-
Income from Investments	1,79,11,938	-	-	1,79,11,938	1,79,11,938
Income from Sale of assets	75,353	-	-	75,353	75,353
Reimbursements	10,98,704	-	-	10,98,704	10,98,704
House Rent Income	14,82,624	-	-	14,82,624	14,82,624
Miscellaneous Income	14,82,649	-	-	14,82,649	14,82,649
Overhead recoveries from the projects	19,46,826	-	-	19,46,826	19,46,826
Total income	28,42,77,879	21,86,46,935	3,57,81,001	2,98,49,943	2,98,49,943
EXPENDITURE					
Village Institutions	2,72,26,297	2,03,47,947	16,15,809	52,62,541	52,62,541
Water	13,70,27,847	10,89,00,949	1,81,97,958	99,28,940	99,28,940
Livelihoods	3,26,55,663	2,95,99,446	-	30,56,217	30,56,217
Sanitation & Hygiene	1,63,52,467	1,29,22,766	-	34,29,701	34,29,701
Habitat & Technology	88,09,195	75,73,884	-	12,35,311	12,35,311
Education & Youth	74,17,453	61,66,049	-	12,51,404	12,51,404
Disaster Relief and Rehabilitation	30,60,801	30,60,801	-	-	-
Planning & Monitoring	69,86,016	44,22,286	96,755	24,66,975	24,66,975
Documentation and Communication	75,58,480	22,31,672	-	53,26,808	53,26,808
Human Resource Development	1,03,62,851	43,10,073	9,712	60,43,066	60,43,066
Strategies & Systems	79,69,147	37,00,998	-	42,68,149	42,68,149
Grants & Donations	-	-	-	-	-
Audit Costs	23,35,626	8,16,886	-	15,18,740	15,18,740
Staff Costs	1,13,80,791	20,32,618	-	93,48,173	93,48,173
Administration Costs	1,23,83,712	20,24,142	-	1,03,59,570	1,03,59,570
Capital Expenditure	1,27,11,671	37,32,543	1,51,800	88,27,328	88,27,328
Total expenditure	30,42,38,017	21,18,43,060	2,00,72,034	7,23,22,923	7,23,22,923

As per report of even date

FOR: AASA & ASSOCIATES
CHARTERED ACCOUNTANTS
FRN:310073E

[Amit Agrawal, FCA]

P A R T N E R

M. No.: 063572

UDIN : 23063572BGVXWY9184

BHUBANESWAR

DT: 18.08.2023

FOR: GRAM VIKAS

(Libby T. Johnson)
Executive Director

GRAM VIKAS
MOHUDA, BERHAMPUR - 760 002, ODISHA

**SIGNIFICANT ACCOUNTING POLICIES AND NOTES ON ACCOUNTS
FOR THE YEAR ENDED 31ST MARCH 2023**

1. Overview of the Society's Operations

Gram Vikas is a voluntary non-partisan organisation working in partnership with marginalised people in rural and tribal areas in Orissa to help them attain a self-sufficient and dignified quality of life. Gram Vikas is involved in community development of communities and social transformation.

Vision

An equitable and sustainable society where people live in peace with dignity

Mission

To promote processes, which are sustainable, socially inclusive, and gender equitable, to enable critical masses of poor and marginalized rural people or communities to achieve a dignified quality of life.

2. Significant Accounting Policies

2.1. Basis of Accounting:

The Accounting Standards issued by the Institute of Chartered Accountants of India are applicable to non-profit entities only if any part of the activities of the entity is considered to be commercial, industrial or business in nature. The Society is not carrying on any activity in the nature of commercial, industrial or business. Therefore, the accounting Standards are not mandatory and have been followed to the extent of practicable or relevant. The Accounts of GRAM VIKAS are prepared under the historical cost convention and ongoing concern concept. Items of Income and Expenses are recorded and accounted for on accrual basis and is as per the Generally Accepted Accounting Principles and except stated otherwise. The accounting policies have been consistently applied by the Society.

2.2. Revenue / Expenditure recognition:

I. All Income and Expenditures of the Society are accounted in the accounts on Accrual basis, unless mentioned specifically hereunder.

II. Grant Accounting

Restricted Grants

Any restricted grant that has been received by the Society has been specifically used as per the directions of Donor and such grants are not treated as income. Such restricted grants are subject to specific utilization and are utilized in accordance with the donor contracts/directions. Such grants being in the nature of legal obligations are treated as liability in the Balance Sheet to the extent of Grant unutilised at the end of the Financial Year. However, for disclosure purposes the grant amount, to the extent utilized, is reflected on both the side of the Income and Application Account which does not have any impact on the income or deficit of the year. Unspent balances, if any, are to be transferred back to Donor or to be dealt with in accordance with the instructions of donor agency. The same approach has been taken in case of grants received from government or its agencies where the arrangement with the Society is based on guidelines of the government.

Voluntary Grants

Any voluntary contribution/grant of revenue-nature is recognized as income in the Statement of Income and Expenditure. Further, voluntary contributions/grants are given only to 12AA registered organisations who are having similar objects.

Corpus Grant

The Corpus donation/grant received by the Society are not treated as Income. Corpus grants given by the Society are not claimed as utilization. However, during the reported period there is no such corpus grant received or contributed by the Society.

III. Profit / Loss on sale of Investments

Profit / Loss on sale of Investments in Mutual Funds/Bonds are recognised in the accounts on realisation basis only.

IV. Income from investments and deposits

Dividends/Interests on Investment in Mutual Funds/Bonds are recognised in the accounts on accrual basis. Interest Income from Term Deposits are recognised in the accounts on accrual basis. Interest Income from Savings Accounts are recognised in the accounts on realisation basis.

2.3. Transactions in Foreign Currency:

Grants received in foreign currency by the bank converted at the rate determined by the bank. After conversation into Indian rupees, funds have been credited to our bank account and duly accounted for in the books of account.

2.4. Treatment of stock and stores

The stock and stores have been valued, verified, and certified by the management as per generally accepted accounting principles. The Management had valued the stock and stores at cost.

2.5. Treatment of Fixed Assets:

Fixed Assets & Depreciation:

- i) Fixed Assets are stated at Historical Cost less depreciation. Cost includes all the expenses incurred to bring the assets to its present location and condition.
- ii) Depreciation on fixed assets is calculated as per written down value method on the basis of rates prescribed under the Income Tax Act, 1961. For Assets put to use for less than 180 days during the previous year 50% of the normal depreciation is provided. In other cases, 100% depreciation is provided.

Depreciation is charged to the Income and Application Account only against assets acquired from sources other than income of the organisation, in terms with the provisions of section 11(6) of the Income Tax Act, 1961.

Depreciation on assets charged to the Income and Application Account is not claimed as application, in terms with the provisions of section 11(6) of the Income Tax Act, 1961. However, for true and fair reflection of the financial statements such assets are reflected at written down value in the balance sheet and the depreciation thereof is met out from the corresponding Capital Asset Fund created.

Capital Asset Fund:

Acquisitions of assets from sources other than income of the Society including Funding Agency grants are retained in the books at written down value, by creating Capital Asset Fund (Sch. IV). Assets acquired out of income of the Society are also retained in the books by transferring to Capital Asset Fund (Sch. IV).

- 2.6. As per decision of management, the following funds have been created for specified purposes stated below for strengthening the organisation goal.

I. No.	Details of Funds	Specified Purposes
a.	Health Assurance Fund	To meet the contingencies towards medical expense staff and volunteers.
b.	G.V. Employees' Welfare Fund	For support and relief in the event of emergency needs of staff.

- 2.7. With regard to the outstanding receivables from RWSS, based on the information received from Govt. of Odisha (Rural Water & Supply system department) reconciliation process of 486 villages have been completed and the reconciliation work on rest of the villages where the funds have been received in full and final settlement as of 31 March 2023 is underway.

2.8. Treatment of Investments

The entire investment portfolio is considered long-term by the Management and valued at cost. Investments in mutual funds have been valued at cost. However, the present values of such investments are not ascertained at the end of the financial year as all the investments are held on long term basis.

- 2.9.** The Investment amounting to Rs 11,19,49,115 (Previous year Rs 14,38,45,705) under Sch. VIII to the Balance Sheet consists of investment in various mutual funds including L&T Mutual Funds. On account of the merger between L&T Mutual Fund and HSBC Mutual Fund on 29th November 2022, the L&T Mutual Fund schemes have been integrated into HSBC Mutual Funds. Some L & T Mutual Fund schemes have changed the name of the schemes without any alteration to the investment cost, while some other schemes have undergone a "switch out - merger process" to transition into corresponding HSBC schemes resulting in modifications to both the investment cost and the scheme name. Gram Vikas's investments were in three schemes under the in Fidelity/L&T Mutual Fund. The scheme name of one of these three Schemes has changed, where the investment by Gram Vikas is valued at ₹ 11,00,000. Two schemes which had a combined value of Rs. 22,55,000 were switched out, resulting in the new scheme being valued at a cost of Rs. 51,58,098 in the books of accounts. The total cost of investment in the erstwhile L&T Mutual fund which was Rs 33,55,000 as on 31.03.22 now stand at Rs 62,58,098 as on 31.03.23.
- 2.10.** The Regional Provident Fund Commissioner has made an Assessment and has levied a demand amounting to ₹ 2,39,51,717 towards recovery of damages and interest u/s 14B and 7Q of the EPF and MP Act. Aggrieved by the said orders, Gram Vikas has filed writ before the Hon'ble Orissa High Court vide W.P.(C) No. 18183 of 2021 with I.A. No. 8279 of 2021. The Hon'ble Orissa High Court has granted Stay on demand and the writ is pending disposal.
- 2.11.** The Deputy Commissioner of Income Tax (Exemptions) has made assessments and has levied demand of ₹ 48,67,470, ₹ 85,60,352, ₹ 1,09,75,050 and ₹ 1,51,77,080 for the assessment years 2014-15, 2015-16, 2017-18 and 2021-22 respectively. Aggrieved by the said orders, Gram Vikas has filed appeal for the said cases before the Commissioner of Income Tax (Appeals). The said appeals are pending disposal. However, the amount towards demand raised by ITD for the assessment years 2014-15, 2015-16 have been adjusted fully by Income Tax department against the refund due to Gram Vikas.

2.12. Previous year figures have been regrouped and/or reclassified/rearranged wherever considered necessary to confirm current year's presentation and to address the changes in reporting in annual income tax returns.

2.13. In light of the changes in the reporting in Annual Income Tax returns, the management has adopted the policy to separate the head "General Funds" into two separate heads. The head "General Fund" includes funds belonging to Gram Vikas Society, without any third-party claims. The head "Deferred Project Receipts" includes receivables from donors against claims made by Gram Vikas recognized as Revenue in previous years.

As per report of even date
For AASA & Associates
Chartered Accountants
FRN:310073E



(Amit Kumar Agarwalla)
Partner
M. No. 063572
UDIN : 23063572BGVXWY9184



(Joe Madiath)
Chairman



(Liby T Johnson)
Executive Director

Camp: Mohuda
Date: 18-08-2023