


KERALA WATER AUTHORITY

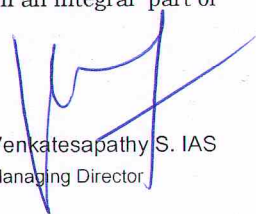
BALANCE SHEET AS AT 31st MARCH 2020

	Schedule Reference	CURRENT YEAR (Amount in ₹)	PREVIOUS YEAR (Amount in ₹)
<u>SOURCES OF FUNDS</u>			
1 Kerala Water Authority Fund			
a. Contributions & Grants	A	82,18,74,56,810	80,35,08,38,796
b. Reserves & Surplus	B	3,56,55,04,378	3,56,55,04,378
2 Kerala Water Authority Loan Fund			
a. Secured Loans	C	1,91,05,19,355	1,13,77,90,842
b. Unsecured Loans & Deposits	D	85,31,30,67,052	76,53,58,67,844
Total		1,72,97,65,47,595	1,61,59,00,01,860
<u>APPLICATION OF FUNDS</u>			
1 Fixed Assets	E		
Gross Block		66,81,92,80,422	63,49,44,77,790
Less: Depreciation Reserve		21,56,67,84,275	20,11,06,38,620
Net Block		45,25,24,96,147	43,38,38,39,170
Capital Work in Progress		75,95,73,02,940	69,71,34,69,193
		1,21,20,97,99,087	1,13,09,73,08,363
2 Investments	F	58,07,50,069	62,57,39,124
3 Net Current Assets			
a. Current Assets	G	23,10,94,17,332	21,98,26,89,226
b. Current Liabilities	H	10,77,39,27,689	7,40,79,62,462
		12,33,54,89,643	14,57,47,26,764
4. Loans & Advances	I	3,92,07,03,931	3,53,19,85,384
5 Miscellaneous Expenditure to the extent not Written-off	J	-	-
6 Accumulated Excess of Expenditure over Income	K	34,92,98,04,865	29,76,02,42,225
Total		1,72,97,65,47,595	1,61,59,00,01,860

Schedules A to K and significant accounting policies and notes on the accounts 2.01 to 2.11 form an integral part of this Balance Sheet


 Shijith. V
 Finance Manager & Chief Accounts Officer(I/c)


 V. Ramasubramani IA&AS
 Accounts Member


 Venkatesapathy S. IAS
 Managing Director

Place: Thiruvananthapuram
 Date : 27.04.2021

KERALA WATER AUTHORITY

INCOME & EXPENDITURE ACCOUNT FOR THE YEAR ENDED 31st MARCH, 2020

	Schedule Reference	CURRENT YEAR (Amount in ₹)	PREVIOUS YEAR (Amount in ₹)
INCOME			
1 Operating Income			
a. Consumers	L	7,11,76,05,758	6,53,29,22,793
b. Others	M	5,10,93,273	9,18,01,376
		7,16,86,99,031	6,62,47,24,169
2 Grants & Subventions - Government of Kerala		2,73,53,11,300	3,59,02,31,800
3 Interest Income	N	32,04,29,705	25,48,90,312
4 Other Non-Operative Income	O	2,62,90,21,681	1,82,05,23,545
Total Income		12,85,34,61,717	12,29,03,69,826
EXPENDITURE			
1 Operating & Maintenance Expences	P	4,65,43,06,066	4,08,48,94,725
Less: Current year Power charges absorbed by GoK		-	1,67,13,00,000
Net Operating & Maintenance Expences		4,65,43,06,066	2,41,35,94,725
2 Payment & Provision to Employees	Q	9,04,48,15,286	8,95,04,76,923
3 Office expenses	R	21,86,51,022	20,13,68,066
4 Travelling & Conveyance Expenses		6,01,15,811	5,32,91,536
5 Administrative Expenses	S	3,48,65,517	2,02,49,162
6 Debtors written off	T	-	19,79,80,770
6 Assets and losses written off	U	-	-
7 Provision for Doubtful Debts	V	-	-
8 Interest on			
a. Secured Loans		4,43,62,091	5,27,70,877
b. Government of Kerala Loans		2,64,12,53,000	2,52,72,96,000
c. GPF		30,13,69,000	31,07,14,000
		2,98,69,84,091	2,89,07,80,877
9 Depreciation	E	1,45,61,45,655	1,37,55,16,747
Total Expenditure		18,45,58,83,448	16,10,32,58,806
10 Transferred to Capital Work-In-Progress	W	38,64,83,764	37,97,40,700
		18,06,93,99,684	15,72,35,18,106
Excess of Expenditure over Income		5,21,59,37,967	3,43,31,48,280
11 Prior Period Adjustments	X	(4,63,75,327)	(9,69,22,96,637)
Excess of Expenditure over Income after prior period adjustments		5,16,95,62,640	(6,25,91,48,357)

Shijith. V
Finance Manager & Chief Accounts Officer(I/c)

Place: Thiruvananthapuram

Date : 27.04.2021

V.Ramasubramani IA&AS
Accounts Member

Venkatesapathy S. IAS
Managing Director

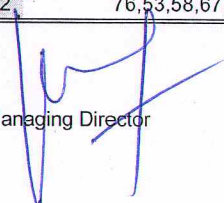
KERALA WATER AUTHORITY

SCHEDULES FORMING PART OF BALANCE SHEET AS AT 31st MARCH, 2020

	CURRENT YEAR (Amount in ₹)	PREVIOUS YEAR (Amount in ₹)
<u>SCHEDULE - A</u>		
CONTRIBUTIONS & GRANTS		
1 Net value of Assets taken over from erstwhile P.H.E.D	4,34,53,27,735	4,34,53,27,735
2 Contribution & Grants from Government of Kerala	53,19,93,68,428	51,86,98,41,329
3 Interest free fund from GOK	7,13,22,51,632	7,13,22,51,632
Less : Amount released to :	-	-
a. Urban L.C.S Schemes	3,65,25,750	3,65,25,750
b. Rural L.C.S Schemes	3,94,97,200	3,94,97,200
c. Kerala Urban Development Project	3,60,00,000	3,60,00,000
	7,02,02,28,682	7,02,02,28,682
4 Contribution & Grants from Government of India	19,04,12,81,284	18,54,12,91,284
Less : Amount released to District Collectors and Kerala Rural Water Sanitation Agency	2,29,88,62,835	2,30,59,63,750
	16,74,24,18,449	16,23,53,27,534
5 Donated capital assets	18,14,530	18,14,530
6 Capital contribution from other sources	87,82,98,986	87,82,98,986
	82,18,74,56,810	80,35,08,38,796
<u>SCHEDULE - B</u>		
<u>RESERVES & SURPLUS</u>		
Reserve for deposit works	3,56,55,04,378	3,56,55,04,378
	3,56,55,04,378	3,56,55,04,378
<u>SCHEDULE - C</u>		
<u>SECURED LOANS</u>		
1 Loan from LIC of India	42,51,46,551	51,55,63,534
2 Bank Loan	1,48,53,72,804	62,22,27,308
	1,91,05,19,355	1,13,77,90,842
<u>SCHEDULE - D</u>		
<u>UNSECURED LOANS & DEPOSITS</u>		
1 Loan from Govt of Kerala	23,20,75,83,580	23,20,75,83,580
2 Interest accrued on GOK Loan	24,67,61,99,000	22,03,88,12,000
3 Deposit from local bodies	4,57,24,35,246	4,56,62,94,907
4 Security Deposit	2,77,10,42,818	2,60,04,17,922
5 Earnest Money Deposit	7,14,43,869	7,18,22,025
6 Water & Sewerage Connection Deposits	17,32,39,647	15,44,65,406
7 Deposit work-Water Supply & Sewerage	15,90,71,33,170	14,68,55,77,811
8 Other deposits	13,93,39,89,722	9,21,08,94,193
	85,31,30,67,052	76,53,58,67,844


Finance Manager & Chief Accounts Officer (ilc)


Accounts Member


Managing Director

SCHEDULE FORMING PART OF BALANCE SHEET AS ON 31-03-2020 (Contd....)

KERALA WATER AUTHORITY

SCHEDULE OF FIXED ASSETS AS AT 31st MARCH 2020

SCHEDULE - E

DESCRIPTION	GROSS BLOCK			DEPRECIATION BLOCK			NET BLOCK	
	BALANCE AS ON 01/04/2019	ADDITONS DURING THE YEAR	AS ON 31-03-2020	BALANCE AS ON 01/04/2019	DEPRECIATION	DEPRECIATION UPTO 31-03-2020	CURRENT YEAR	PREVIOUS YEAR
FREE HOLD LAND	1,78,13,56,921	-	1,78,13,56,921	-	-	-	1,78,13,56,921	1,78,13,56,921
LEASE HOLD LAND	-	-	-	-	-	-	-	-
LAND DEVELOPMENT EXPENDITURE	7,48,73,240	-	7,48,73,240	-	-	-	7,48,73,240	7,48,73,240
CIVIL WORKS	25,09,72,32,967	1,92,35,65,640	27,02,07,98,607	6,56,14,85,929	64,40,83,933	7,20,55,69,862	19,81,52,28,745	18,53,57,47,038
BUILDINGS	2,11,25,55,103	12,36,73,829	2,23,62,28,932	61,59,43,350	3,97,94,363	65,57,37,713	1,58,04,91,219	1,49,66,11,753
PLANT AND MACHINERY	6,12,80,80,473	90,00,29,600	7,02,81,10,073	2,90,58,87,927	22,17,11,464	3,12,75,99,391	3,90,05,10,682	3,22,21,92,546
MAINS AND NETWORKS	27,32,25,14,806	27,88,04,463	27,60,13,19,269	9,51,89,83,990	51,92,80,472	10,03,82,64,462	17,56,30,54,807	17,80,35,30,816
ROADS BRIDGES AND CULVERTS	48,17,28,074	6,69,24,000	54,86,52,074	20,41,87,593	87,25,167	21,29,12,760	33,57,39,314	27,75,40,481
VEHICLES	14,56,77,771	-	14,56,77,771	10,76,09,364	71,54,688	11,47,64,052	3,09,13,719	3,80,68,407
FURNITURE, FIXTURES & OFFICE EQUIPMENTS	35,04,58,435	3,18,05,100	38,22,63,535	19,65,40,467	1,53,95,568	21,19,36,035	17,03,27,500	15,39,17,968
Total	63,49,44,77,790	3,32,48,02,632	66,81,92,80,422	20,11,06,38,620	1,45,61,45,655	21,56,67,84,275	45,25,24,96,147	43,38,38,39,170

	CURRENT YEAR ()	PREVIOUS YEAR ()
GROSS BLOCK OF FIXED ASSETS	66,81,92,80,422	63,49,44,77,790
LESS : ACCUMULATED DEPRECIATION	21,56,67,84,275	20,11,06,38,620
NET VALUE OF FIXED ASSETS	45,25,24,96,147	43,38,38,39,170
ADD : CAPITAL WORK-IN-PROGRESS (ACCOUNT CODE 11)	75,95,73,02,940	69,71,34,69,193
Total	1,21,20,97,99,087	1,13,09,73,08,383

Finance Manager & Chief Accounts Officer

Accounts Member

Managing Director

KERALA WATER AUTHORITY

SCHEDULES FORMING PART OF BALANCE SHEET (Contd....)

	CURRENT YEAR (Amount in ₹)	PREVIOUS YEAR (Amount in ₹)
<u>SCHEDULE - F</u>		
<u>INVESTMENTS</u>		
Investment for Pension / PF	58,07,50,069	62,57,39,124
<u>SCHEDULE - G</u>		
<u>CURRENT ASSETS</u>		
1 Inventory :		
a. Stores, Tools & Spares	78,71,68,975	67,09,88,665
b. Consumables	17,38,56,308	15,37,62,338
	96,10,25,283	82,47,51,003
2 Sundry Debtors :		
a. Consumers		
i. Local bodies dues - water & maintenance charges	3,91,46,08,851	3,22,79,65,344
ii. Domestic, Non-domestic & Industrial dues	13,46,10,86,068	11,78,81,47,661
b. LIC Loan repayment due from Local Bodies	-	-
c. Others	54,08,904	54,08,904
	17,38,11,03,823	15,02,15,21,909
3 Cash & Bank Balances :		
a. Bank & Treasury balances	5,46,35,67,419	7,05,09,71,838
b. Cash on hand	22,63,573	36,76,993
	5,46,58,30,992	7,05,46,48,831
4 Other Current Assets :		
Inter office & other suspense account balances	(69,85,42,766)	(91,82,32,517)
	23,10,94,17,332	21,98,26,89,226



Finance Manager & Chief Accounts Officer (i/c)



Accounts Member



Managing Director

KERALA WATER AUTHORITY

SCHEDULES FORMING PART OF BALANCE SHEET (Contd....)

	CURRENT YEAR (Amount in ₹)	PREVIOUS YEAR (Amount in ₹)
<u>SCHEDULE - H</u>		
<u>CURRENT LIABILITIES & PROVISIONS</u>		
1 Current Liabilities		
a. Sundry Creditors :		
i. Payment to employees	1,74,44,35,353	1,26,51,70,680
ii. For expenses	3,54,59,91,563	71,20,37,563
iii. For contractors/suppliers	62,66,26,253	56,84,44,921
b. Statutory employees deductions :		
i. General provident fund	4,42,02,50,829	4,20,92,13,953
ii. NMR PF	5,60,85,893	5,60,85,893
iii. Others	(5,23,69,043)	(4,75,98,418)
c. GST Collection	49,93,388	6,50,85,136
d. Tax Deducted at Source	(2,05,84,202)	(1,14,91,438)
e. Other Current liabilities	38,62,17,222	37,81,82,997
f. Interest Accrued on Loans	9,43,34,926	9,76,05,882
	10,80,59,82,182	7,29,27,37,169
2 Control Account Balances	(3,20,54,493)	11,52,25,293
	10,77,39,27,689	7,40,79,62,462
<u>SCHEDULE - I</u>		
<u>LOANS & ADVANCES</u>		
1 Loans & advances to employees	(68,60,799)	(1,42,49,446)
2 Advances for expenses	3,90,05,479	4,15,01,550
3 Advances to suppliers / contractors	3,27,10,78,839	2,92,39,00,482
4 Revolving fund to Local Bodies	19,08,803	19,08,803
5 Advances - Others	16,52,697	17,76,009
6 Claims recoverable	20,89,38,028	20,90,49,790
7 Contribution Deposit - KSEB	5,11,60,491	3,25,75,691
8 Consumer Deposit - KSEB	19,21,06,053	18,80,10,112
9 Deposit with PWD	6,11,06,416	4,69,07,003
10 Deposit with others	10,06,07,924	10,06,05,390
	3,92,07,03,931	3,53,19,85,384



Finance Manager & Chief Accounts Officer (ilc)



Accounts Member



Managing Director

SCHEDULES FORMING PART OF BALANCE SHEET (Contd....)

Place: Thiruvananthapuram
Date : 27.04.2021

KERALA WATER AUTHORITY

SCHEDULES FORMING PART OF INCOME & EXPENDITURE ACCOUNT

AS AT 31st MARCH, 2020

	CURRENT YEAR (Amount in ₹)	PREVIOUS YEAR (Amount in ₹)
<u>SCHEDULE - L</u>		
OPERATING INCOME - CONSUMERS		
1 Operating income - water supply		
a. Domestic Consumers	2,78,24,13,074	2,52,69,00,110
b. Nondomestic Consumers	1,69,85,73,417	2,33,67,64,887
c. Industrial Consumers	15,03,12,571	15,35,09,998
	4,63,12,99,062	5,01,71,74,995
2 Operating income - Sewerage		
a. Domestic Consumers	23,41,102	14,70,844
b. Nondomestic Consumers	15,74,444	5,99,595
	39,15,546	20,70,439
3 Income from local bodies	2,48,23,91,150	1,51,36,77,359
	7,11,76,05,758	6,53,29,22,793
<u>SCHEDULE - M</u>		
OPERATING INCOME - OTHERS		
1 Centage charges	4,06,99,629	8,70,48,251
2 Storage charges	1,25,436	97,463
3 Supervision charges	18,58,999	17,68,236
4 Miscellaneous recoveries	84,09,209	28,87,426
	5,10,93,273	9,18,01,376
<u>SCHEDULE - N</u>		
INTEREST INCOME		
1 Interest on loans & advances	6,21,440	39,47,578
2 Interest on deposits	31,98,08,265	25,09,42,734
	32,04,29,705	25,48,90,312
<u>SCHEDULE - O</u>		
OTHER NON-OPERATING INCOME		
1 Income as recoveries	2,25,35,60,214	1,68,87,84,763
2 Claims recoverable	9,533	2,28,166
3 Miscellaneous income	37,54,51,934	13,15,10,616
	2,62,90,21,681	1,82,05,23,545



Finance Manager & Chief Accounts Officer (ilc)



Accounts Member



Managing Director

KERALA WATER AUTHORITY

SCHEDULES FORMING PART OF INCOME & EXPENDITURE ACCOUNT (Contd....)

	CURRENT YEAR (Amount in ₹)	PREVIOUS YEAR (Amount in ₹)
SCHEDULE - P		
OPERATING & MAINTENANCE EXPENSES		
1 Consumption of Stores, Tools & Spares	4,13,78,574	5,09,20,494
2 Consumables	7,63,11,431	11,31,04,501
3 Power charges	3,40,13,82,239	3,15,84,24,446
4 Insurance	17,94,436	18,18,102
5 Other operating expenses	3,44,01,475	3,16,40,008
6 Repairs & Maintenance of water supply	1,06,98,34,792	65,14,03,447
7 Repair & Maintenance of sewerage	57,04,397	5,10,27,613
8 Vehicle maintenance	2,34,98,722	2,65,56,114
	4,65,43,06,066	4,08,48,94,725
SCHEDULE - Q		
PAYMENT AND PROVISION TO EMPLOYEES		
1 Salaries and Allowances	4,24,84,01,582	4,00,41,29,807
2 Welfare Expenses and other employee benefits	25,61,92,835	22,72,69,474
3 Casual labour wages and other payments	87,93,30,196	84,90,29,568
4 Service Pension and Family Pension	2,64,60,21,636	2,63,22,67,151
5 Commuted Value of Pension	41,90,27,373	89,36,90,413
6 Gratuity of Employees	59,58,41,664	34,40,90,510
	9,04,48,15,286	8,95,04,76,923
SCHEDULE - R		
OFFICE EXPENSES		
1 Rent	29,56,815	33,57,725
2 Rates & Taxes	61,43,583	57,72,914
3 Postage, Telegram, Telephone & Telex	1,20,34,281	2,55,31,353
4 Printing & Stationery	2,25,30,500	2,10,28,679
5 Exhibition & Publicity	1,42,73,446	2,33,07,440
6 Training & other expenses	1,02,88,568	80,51,511
7 Electricity charges	11,14,04,075	8,34,26,062
8 Other office expenses	3,90,19,754	3,08,92,382
	21,86,51,022	20,13,68,066
SCHEDULE - S		
ADMINISTRATIVE EXPENSES		
1 Board meeting expenses	32,881	45,324
2 Professional fees	1,74,43,375	65,02,873
3 Payment to auditors	1,43,62,740	74,74,691
4 Bank Charges	11,34,904	5,73,262
5 Other administrative expenses	18,91,617	56,53,012
	3,48,65,517	2,02,49,162


Finance Manager & Chief Accounts Officer (ilc)


Accounts Member


Managing Director

KERALA WATER AUTHORITY

SCHEDULES FORMING PART OF INCOME & EXPENDITURE ACCOUNT (Contd....)

	CURRENT YEAR (Amount in ₹)	PREVIOUS YEAR (Amount in ₹)
<u>SCHEDULE - T</u>		
WRITE OFFs		
Local Bodies dues written off	-	-
Consumers Written Off - OTS	-	1979,80,770
	-	1979,80,770
<u>SCHEDULE - U</u>		
ASSETS WRITTEN OFF	-	-
	-	-
<u>SCHEDULE - V</u>		
PROVISION FOR BAD & DOUBTFUL DEBTS	-	-
	-	-
<u>SCHEDULE - W</u>		
TRANSFER OF REVENUE EXPENSES TO CWIP		
Establishment Charges (Share Debit)	3864,83,764	3797,40,700
	3864,83,764	3797,40,700
<u>SCHEDULE - X</u>		
PRIOR PERIOD ADJUSTMENTS		
PPA of Recoveries	(59,441)	
PPA of Other Office expenses	55,74,936	-
PPA of Operating expenses	2,48,474	8302,60,954
PPA Operative Expenses of Utilities	(13,02,871)	(106662,16,590)
PPA Stores Consumed	-	1436,58,999
PPA of Other Income Misc	(8,79,423)	-
PPI OI from D Consumers	(274,37,491)	
PPI OI from ND Consumers	(259,97,424)	
PPI OI from IND Consumers	34,77,913	
	(463,75,327)	(96922,96,637)

Shijith V
Finance Manager & Chief Accounts Officer (i/c)

V.Ramasubramani IA&AS
Accounts Member

Venkatesapathy S. IAS
Managing Director

Place: Thiruvananthapuram
Date : 27.04.2021

KERALA WATER AUTHORITY

SIGNIFICANT ACCOUNTING POLICIES AND NOTES ON THE ACCOUNTS FOR THE YEAR ENDED 31ST MARCH, 2020

1. NATURE OF OPERATION.

Kerala Water Authority (KWA) was established on 1st April 1984 as an autonomous body of Government of Kerala by converting the erstwhile Public Health Engineering Department, for the development and regulation of water supply and waste water collection and its disposal in the State of Kerala and for matters connected therewith through a legislation called "The Kerala Water Supply and Sewerage Act, 1986" with retrospective effect from 01.03.1984. KWA implements Water Supply Schemes in the State with the Grant-in-aid of State Government as well as the Central Government. It also implements Water Supply Schemes for other Departments/Bodies on Deposit works basis. KWA collects water charges at the tariff rates fixed by the State Government from the consumers for the supply of potable water.

2. STATEMENT ON SIGNIFICANT ACCOUNTING POLICIES AND NOTES ON THE ACCOUNTS.

2.01 BASIS OF ACCOUNTING AND PREPERATION OF FINANCIAL STATEMENTS:

The financial statements of KWA have been prepared in accordance with the Generally Accepted Accounting Principles in India and as per the accounting policies specified in the Kerala Water Authority Accounts Manual. The financial statements have been prepared on accrual basis under the historical cost convention. However gratuity, commutation due on retirement of employees are accounted in respective year's account and amount remain unpaid is shown under current liabilities. The accounting policies adopted in the preparation of the financial statements is consistent with those followed in the previous years.

2.02 GRANT-IN-AID.

2.02.1 KWA receives Grant in aid from the Government of Kerala as well as from Government of India for the implementation of Water Supply/Sewerage Schemes in the State, towards meeting the establishment expenditure and operation & maintenance expenditure.

2.02.2 The Grant in aid received under plan schemes is booked as Contributions and Grants which form part of the Kerala Water Authority Fund. The Grant in Aid received under non-plan is recognized as income for the year and is shown in the Income & Expenditure Account.

2.02.3 During the financial year the total amount of Grants in Aid received are detailed as follows.

Sl No.	Source	Amount	Plan/Non Plan	₹ in Crore
				Expenditure (including OB)
1	Government of Kerala	121.68	Plan	168.62
2	Government of Kerala	273.53	Non Plan	273.53
3	Government of India	50.00	Plan	125.83

During the financial year 2019-20, GoK released an amount of ₹163.73 Crore under state plan schemes from the current year's Budget and resumed an amount of ₹42.05 Crore at the end of the financial year. Hence the amount available at the disposal for the financial year is only ₹121.68 Crore. KWA utilized an amount of ₹168.62 Crore for State plan schemes from the opening balance and also from retention account.

During the financial year GoK released an amount of ₹273.53 Crore as Non-plan Grant for the year. KWA utilized the entire amount of ₹273.53 Crore during the year itself.

Government of India released an amount of Rs. 50.00 Crore to Government of Kerala during the current financial year and the same is released to KWA. Based on the direction of GoI, KWA has refunded the unspent balance of Jalamani scheme of Rs.10,000/- during the financial year. Further KWA has utilized an amount of Rs 75.00 Crore from the LSGD Deposit fund account based on the directions of GO(Rt)No153/2020/WRD dated 17.02.2020. KWA utilized an amount of ₹125.83 Crore.

2.02.4 Contribution and Grants Schedule-(A)

2.02.4.1 This consists of (i) the investment of the Government in the Authority by way of transfer of net assets on the date of establishment of the Authority. (ii) All contributions and Grants (Plan) received by the Authority from Government of Kerala and Government of India since its formation. (iii) All assets received by way of donations valued at fair market value (iv) all other miscellaneous grants & contributions received from other sources (Capital) and (v) Interest free fund from GOK being the conversion of GOK loan.

2.02.4.2 Amount released to District collectors for the implementation of Water Supply Schemes to Scheduled Caste/Scheduled Tribes habitations and amount released to Kerala Rural Water Sanitation Agency out of the Government of India Grant is shown as a deduction in the schedule.

2.02.4.3 As there was no separate release of funds from Government for Low Cost sanitation (LCS) project, an amount equal to the payment made by KWA for LCS Schemes is shown as a deduction in the schedule.

2.03 RESERVES & SURPLUS.

The Accounts Manual envisages for transfer of deposit money received against water/sewer deposit works to "reserve for deposit works" on effective completion of such works which are not handed over to the depositors. Works completed under the deposit received up to 31st March 2012 have been transferred to 'Reserve for Deposit Works' as the updation of fixed assets register and analysis of asset related items including deposit works are done up to 31-03-2012.

2.04 SECURED LOANS.

2.04.1 The secured loan include the outstanding amount of the loan from LIC of India availed by KWA.

2.05 The security for the loan is mainly given as a charge by way of hypothecation of all KWA's movables (except book debts) including movable machinery, machinery spares, tools and accessories present and future pertaining to the projects for which loan is taken subject to the prior charges created and or to be created in favor of the borrowers bank for working capital facilities over the borrower raw materials, semi-finished and finished goods, consumable stores, book debts and such other movables as may be agreed to by the bank. The Government of Kerala guarantees loan taken from LIC.

2.06 UNSECURED LOANS

2.06.1 Unsecured Loans include the Loan received for executing the Water Supply Schemes funded by JICA. KWA has requested Government of Kerala to convert the amount released for JICA assisted schemes into interest free fund. As the above is under consideration and GO not received, interest on Government of Kerala loan, amounting to ₹263.74 Crore for the year 2019-20 has been provided.

2.06.2 All the deposit figures stated are subject to reconciliation by individual divisions.

2.07 FIXED ASSETS

2.07.1 The fixed assets of KWA have been shown in the books of accounts at historical cost.

2.07.2 The value of fixed assets ₹12120.98 Crore represents (i) The value of fixed assets and capital work in progress vested in and transferred to the Authority amounting to ₹421.83 Crore and (ii) The additions made by the Authority since its formation, after providing for depreciation there on ₹11699.15 Crore.

2.07.3 The fixed assets register has been updated up to the year 2011-12. Action is in progress to update the same for the financial from 2012-2013. The expenditure incurred towards Water Supply Schemes/Sewerage Schemes are first booked as Capital Work in Progress and on successful commissioning of the schemes, the same is transferred to corresponding fixed assets. The analysis and updation of fixed assets register and asset related matters is done up to 31-03-2012 only. Year wise capitalization of assets are ;

₹ in crore	
Financial Year	Value of Assets Capitalized
2005-06 to 2012-13	2,408.31
2013-14	170.66
2014-15	235.23
2015-16	213.88
2016-17	145.44
2017-18	385.16
2018-19	386.94
2019-20	328.42

2.08 **Investment for pension/GPF** represents money kept in Fixed Deposits with District treasury. Interest accrued but not due on the above as on 31-03-2020 is ₹38.65 Lakh.

2.09 CURRENT ASSETS

2.09.1 The stock figures stated are subject to reconciliation with individual divisions.

2.09.2 Closing Stock is valued on FIFO basis.

2.09.3 The sundry debtor's balances have not been reconciled and no provision has been made for doubtful debts.

2.09.4 The reconciliation of inter office balances is in progress.

2.09.5 The inter office and suspense account balances includes the following:
Inter office Accounts ₹58.71 Crore (Credit) and Cash and bank suspense accounts including accumulated difference in receipts and payment statement for the years 1984-85 to 2019-20 amounting to ₹4484.80 (Credit).

2.10 CURRENT LIABILITIES

- 2.10.1 The balance shown under statutory employee's deduction of GPF and NMR-PF is net of advances given to the employees under respective heads.
- 2.10.2 The GPF balance had not been reconciled with individual accounts and the same is in progress.
- 2.10.3 The interest on GPF has been provided at the following rates;

Period		% of Interest
From	To	
01.04.1999	31.03.2000	12.00
01.04.2000	31.03.2001	11.00
01.04.2001	31.03.2002	9.50
01.04.2002	31.03.2003	9.00
01.04.2003	30.11.2011	8.00
01.12.2011	31.03.2012	8.60
01.04.2012	31.03.2013	8.80
01.04.2013	31.03.2018	8.70
01.04.2018	30.09.2018	7.60
01.10.2018	31.03.2019	8.00
01.04.2019	30.06.2019	8.00
01.07.2019	31.03.2020	7.90

- 2.10.4 Control account balance of ₹3.21Crore(Debit) represents balance under control account capital expenditure others.
- 2.10.5 The details of receipt of non-cash securities including security pledged in the form of Fsetc and bank guarantee are recorded in register of securities maintained in form FA6 as stipulated in the Accounts manual and is not incorporated in accounts since there is no cash flow.

2.11 LOANS AND ADVANCES

- 2.11.1 Balances of loans and advances given to the employees together with interest thereon have not been reconciled with the individual accounts.

2.12 REVENUE RECOGNITION.

- 2.12.1 Revenue from Water Charges is recognized immediately on rising of bills and necessary provisional income is included in respect of water supplied but remaining unbilled.
- 2.12.2 Grants and Subventions received towards meeting establishment, operation and maintenance expenditure have been considered as income of the year, based on actual receipt.
- 2.12.3 Interest on bank account/bank FD's are booked on accrual basis.
- 2.12.4 No provision for bad and doubtful debts is provided for in the books of accounts for the year.

2.13 INTEREST EXPENDITURE.

2.13.1 This include interest for loan taken from LIC and due for the year amounting to ₹4.44Crore. Interest on Government of Kerala Loan includes interest due on Government loans, Guarantee Commission paid to Government.

2.14 DEPRECIATION

2.14.1 Depreciation has been provided for on straight-line method so as to write off 90% of the cost/value of the fixed assets over the estimated useful life of the assets concerned as per the Kerala Water Authority (Depreciation Reserve and its Utilization) Rules 1992.

2.14.2 The total amount of depreciation reserve created amounting to 2156.68Crore include depreciation of ₹50.09Crore provided on Fixed Assets created out of Deposit works up to 31-03-2012.

2.15 PRIOR PERIOD ADJUSTMENT

2.15.1 Prior period adjustments includes the [previous year correction entry various income and expenditure accounting codes as well as the adjustment of operating income based on e-ABACUS DCB .

2.16 GENERAL

2.16.1 In order to absorb project overheads on capital works, a transfer of revenue expenditure to capital work-in-progress is made @ 5.00 % to 12.50 % for schemes on the capital expenditure.

2.16.2 Previous year figures have been re-grouped/re-classified wherever necessary.

2.16.3 Leave encashment of the employees have been accounted on cash basis.

2.16.4 According to the accounts manual framed under regulation 65(f) of the Act, provision for gratuity and pension liability accrued shall be made in the accounts of the authority in such manner as may be deemed appropriate by the authority. Accordingly pension/gratuity is accounted on cash basis. Thus all Pensionary benefits due on retirement of employees are accounted in respective year's account and amount remain unpaid is shown under current liabilities.

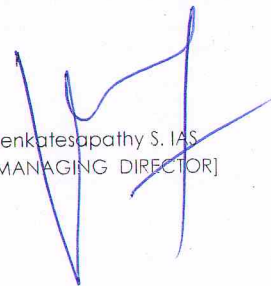


Shijith. V
[FINANCE MANAGER
& CHIEF ACCOUNTS OFFICER(i/c)]

Thiruvananthapuram.
27.04.2021



V. Ramasubramani IA&AS
[ACCOUNTS MEMBER]



Venkatesapathy S. IAS
[MANAGING DIRECTOR]