K. B. Nambiar & Associates
chartered accountants

101, President Chambers, # 8, Richmond Road
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Service Tax Regn. No. (CAC) / AAAFK7721LST001

INDEPENDENT AUDITORS' REPORT

TO THE MEMBERS OF PUBLIC AFFAIRS CENTRE (PAC)

REPORT ON THE FINANCIAL STATEMENTS

We have audited the accompanying financial statements of **PUBLIC AFFAIRS CENTRE,** which comprise the **Balance Sheet as at March 31, 2016**, the **Income and Expenditure Account** and **the Receipts and Payments Account** for the year then ended, and a summary of significant accounting policies and other explanatory information.

MANAGEMENT'S RESPONSIBILITIES 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 and financial performance of PAC. This responsibility includes the design, implementation and maintenance of internal control 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.

AUDITORS' 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 of 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 the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the auditee'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 effectiveness of the auditee's internal control. An Audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

OPINION :

In our opinion and to the best of our information and according to the explanations given to us, the said accounts read with Note-III of Schedule - 21 thereon, give a true and fair view;

a. In the case of the **Balance Sheet**, of the state of affairs of PUBLIC AFFAIRS CENTRE as at March 31, 2016;

b. In the case of the **Income and Expenditure Account,** of the **excess of Income over Expenditure** for the year ended on that date;

and,

c. In the case of the **Receipts and Payments Account**, of the Receipts and Payments for the year ended on that date.

WE FURTHER REPORT THAT :

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 audit ;

b. In our opinion, proper books of account as required by law have been kept by **PUBLIC AFFAIRS CENTRE** so far as appears from our examination of those books ;

c. The Balance Sheet, Income and Expenditure Account and the Receipts and Payments Account dealt with by this Report are in agreement with the books of account.

For K.B. NAMBIAR & ASSOCIATES
Chartered Accountants
FIRM REGN. No. 002313S

CA. RAJ KUMAR K
PARTNER (M. No. 208039)

BENGALURU, 29 JULY 2016

PUBLIC AFFAIRS CENTRE
No.15, KIADB Industrial Area, Jigani Post, Anekal Taluk
Jigani-Bommasandra Link Road, Bengaluru - 560 105

Consolidated Balance Sheet as at 31 March 2016

(In Rupees)

Particulars	SCHEDULES	AS AT 31 MARCH 2016			AS AT 31 MARCH 2015
		IC *	FC *	Total	
SOURCES OF FUNDS					
RESTRICTED FUNDS					
Earmarked Funds	1	35,56,998	508,93,769	544,50,767	474,33,039
Endowment Funds	2	52,23,397	105,22,451	157,45,848	157,45,848
UNRESTRICTED FUNDS					
General Fund	3	175,72,433	16,39,900	192,12,333	185,92,407
Designated Fund	3A	103,36,237	-	103,36,237	96,30,419
Endowment Funds	4	27,06,174	37,60,988	64,67,162	48,16,570
Fixed Assets Reserve Fund	5	4,14,573	18,52,189	22,66,762	71,87,286
Current Liabilities	6	8,67,200	2,96,600	11,63,800	8,38,599
		406,77,012	**689,65,897**	**1096,42,909**	**1042,44,168**
APPLICATION OF FUNDS					
Fixed Assets	7	148,01,781	18,52,189	166,53,970	222,24,651
Investments	8	156,50,000	590,93,720	747,43,720	754,43,720
Cash and Bank Balances	9	68,39,112	9,56,497	77,95,609	19,77,944
Current Assets	10	29,96,176	70,63,491	100,59,667	45,47,871
Earmarked Fund - Receivable	11	3,89,943	-	3,89,943	49,982
		406,77,012	**689,65,897**	**1096,42,909**	**1042,44,168**

Note : 1. Schedules 1 to 11 and 21 forms an integral part of Consolidated Balance Sheet

2. * IC - Indian Contribution, FC - Foreign Contribution

For and on behalf of the Board

In terms of our report of even date
For K.B. NAMBIAR & ASSOCIATES
Chartered Accountants
FIRM REGN. No. 002313S

CA. RAJKUMAR K
PARTNER (M. No. 208039)

Director and The Chief Functionary
R. SURESH

Director
Mr. Vivek Kulkarni

Director
Ms. Anita Reddy

BENGALURU, 29 JULY 2016

PUBLIC AFFAIRS CENTRE
No.15, KIADB Industrial Area, Jigani Post, Anekal Taluk
Jigani-Bommasandra Link Road, Bengaluru - 560 105

Consolidated Income & Expenditure Account for the year ended 31 March 2016

(In Rupees)

Particulars	Schedules	During the year ended 31 March 2016											For the year ended 31 March 2015
		Earmarked Funds		Endowment Funds		Designated Fund		General Fund		Total		Grand Total	
		IC	FC	IC	FC	IC	FC	IC	FC	IC	FC		
INCOME													
Programme Revenue	12	167,86,603	362,46,229	-	-	-	-	-	-	167,86,603	362,46,229	**530,32,832**	363,70,388
Interest on Fixed Deposit		-	38,74,392	5,36,343	11,14,249	7,05,818	-	93,176	1,23,985	13,35,337	51,12,626	**64,47,963**	50,63,024
Interest on Saving Bank Account		-	38,749	-	-	-	-	79,863	1,19,965	79,863	1,58,714	**2,38,577**	2,27,180
Other Income		-	-	-	-	-	-	1,47,312	79,401	1,47,312	79,401	**2,26,713**	1,11,889
Sale Of Asset		-	-	-	-	-	-	-	18,500	-	18,500	**18,500**	2,000
Donations/Other Grants		-	-	-	-	-	-	10,00,000	-	10,00,000	-	**10,00,000**	10,25,000
Training Income		-	-	-	-	-	-	19,258	-	19,258	-	**19,258**	4,82,813
		167,86,603	**401,59,370**	**5,36,343**	**11,14,249**	**7,05,818**	**-**	**13,39,609**	**3,41,851**	**193,68,373**	**416,15,470**	**609,83,843**	**432,82,294**
EXPENDITURE													
Administration Expenses	13	12,13,102	16,78,347	-	-	-	-	1,54,564	45,550	13,67,666	17,23,897	**30,91,563**	28,77,210
Programme Expenses	14	94,05,942	235,08,432	-	-	-	-	-	-	94,05,942	235,08,432	**329,14,374**	191,02,927
Personnel Expenses	15	61,47,972	102,42,845	-	-	-	-	44,969	204	61,92,941	102,43,049	**164,35,990**	145,46,010
Purchase of Assets	7	-	8,08,227	-	-	-	-	-	-	-	8,08,227	**8,08,227**	4,21,033
Training Expenses		-	-	-	-	-	-	-	-	-	-	**-**	52,835
Depreciation	7	-	-	-	-	-	-	6,50,157	-	6,50,157	-	**6,50,157**	7,22,396
Excess of Income over Expenditure		**19,587**	**39,21,519**	**5,36,343**	**11,14,249**	**7,05,818**	**-**	**4,89,919**	**2,96,097**	**17,51,667**	**53,31,865**	**70,83,532**	**55,59,883**
		167,86,603	**401,59,370**	**5,36,343**	**11,14,249**	**7,05,818**	**-**	**13,39,609**	**3,41,851**	**193,68,373**	**416,15,470**	**609,83,843**	**432,82,294**
TRANSFER OF SURPLUS / DEFICIT													
Transferred to Earmarked Fund		-	38,52,893	-	-	-	-	-	-	-	38,52,893	**38,52,893**	**26,93,981**
Transferred to Endowment Fund		-	-	5,36,343	11,14,249	-	-	-	-	5,36,343	11,14,249	**16,50,592**	**14,24,889**
Transferred to Designated Fund		-	-	-	-	7,05,818	-	-	-	7,05,818	-	**7,05,818**	**6,55,890**
Transferred to General Fund		19,587	68,626	-	-	-	-	4,89,919	2,96,097	5,09,506	3,64,723	**8,74,229**	**7,85,123**
		19,587	**39,21,519**	**5,36,343**	**11,14,249**	**7,05,818**	**-**	**4,89,919**	**2,96,097**	**17,51,667**	**53,31,865**	**70,83,532**	**55,59,883**

Note : Schedules 12 to 15 and 21 forms an integral part of Consolidated Income and Expenditure Account

For and on behalf of the Board

In terms of our report of even date

For K.B. NAMBIAR & ASSOCIATES
Chartered Accountants
FIRM REGN. No. 002313S

CA. RAJ KUMAR K
PARTNER (M. No. 208039)

BENGALURU, 29 JULY 2016

Director and The Chief Functionary
R. SURESH

Director
Mr. Vivek Kulkarni

Director
Ms. Anita Reddy

PUBLIC AFFAIRS CENTRE
No.15, KIADB Industrial Area, Jigani Post, Anekal Taluk
Jigani-Bommasandra Link Road, Bengaluru - 560 105

Consolidated Receipts & Payments Account for the year ended 31 March 2016

Particulars	Schedule	IC	FC	Total	For the year ended 31 March 2015
Opening Balance					
Cash		834	11,678	12,512	-
Bank		5,72,887	13,92,545	19,65,432	15,42,386
		5,73,721	**14,04,223**	**19,77,944**	**15,42,386**
ADD: RECEIPTS					
Project Revenue	16	205,27,226	346,24,526	551,51,752	545,81,998
Other Receipts	17	9,79,898	31,060	10,10,958	5,52,615
Interest on Fixed Deposits	18	10,19,316	19,43,422	29,62,738	35,54,395
Interest on Savings Bank Account		79,863	1,58,714	2,38,577	2,27,180
TOTAL RECEIPTS		**226,06,303**	**367,57,722**	**593,64,025**	**589,16,188**
LESS: PAYMENTS					
Expenses for the year and other utilities	19	167,52,232	364,68,696	532,20,928	367,39,995
Loans & advances and deposit	20	(11,320)	10,36,752	10,25,432	(59,365)
TOTAL PAYMENTS		**167,40,912**	**375,05,448**	**542,46,360**	**366,80,630**
Investments in deposits - Net		(4,00,000)	(3,00,000)	(7,00,000)	218,00,000
Closing Balance		**68,39,112**	**9,56,497**	**77,95,609**	**19,77,944**
Represented by					
Cash		2,585	10,256	12,841	12,512
Bank		68,36,527	9,46,241	77,82,768	19,65,432
TOTAL		**68,39,112**	**9,56,497**	**77,95,609**	**19,77,944**

Note : Schedules 16 to 20 and 21 form an integral part of the Receipt and Payment Account

For and on behalf of the Board

In terms of our report of even date
For K.B. NAMBIAR & ASSOCIATES
Chartered Accountants
FIRM REGN. No. 002313S

CA. RAJKUMAR K
PARTNER (M. No. 208039)

Director and The Chief Functionary
R. SURESH

Director
Mr. Vivek Kulkarni

Director
Anita Reddy
Ms. Anita Reddy

BENGALURU, 29 JULY 2016

PUBLIC AFFAIRS CENTRE
SCHEDULES TO CONSOLIDATED BALANCE SHEET

1. EARMARKED FUND

IC (In Rupees)

Particulars	Opening Balance as on 01 Arpil 2015	Received During the year	Total	Expended / Transfered during the year	Balance as on 31 March 2016
National Rural Roads Development Agency (NRRDA)	4,923	-	4,923	4,923	-
National Rural Roads Development Agency (NRRDA) - Phase II	-	183,06,786	183,06,786	147,49,788	35,56,998
World Bank	(16,89,082)	17,80,964	91,882	91,882	-
Total (A)	**(16,84,159)**	**200,87,750**	**184,03,591**	**148,46,593**	**35,56,998**

FC (In Rupees)

Particulars	Opening Balance as on 01 April 2015	Received During the year	Total	Expended / Transfered during the year	Balance as on 31 March 2016
ACTED	1,01,636	8,66,150	9,67,786	3,33,924	6,33,862
IDRC Phase - II	33,08,244	134,23,908	167,32,152	119,00,573	48,31,579
CSTEP - IDRC Opportunity Fund	8,379	-	8,379	8,379	-
Bill and Melinda Gates Foundation	456,98,939	37,43,734	494,42,673	40,14,345	454,28,328
Department for International Development	-	200,49,254	200,49,254	200,49,254	-
Total (B)	**491,17,198**	**380,83,046**	**872,00,244**	**363,06,475**	**508,93,769**
Grand Total (A+B)	**474,33,039**	**581,70,796**	**1056,03,835**	**511,53,068**	**544,50,767**

K.S. NAMBIAR & ASSOCIATES BANGALORE-25 CHARTERED ACCOUNTANTS

PUBLIC AFFAIRS CENTRE
SCHEDULES TO CONSOLIDATED BALANCE SHEET (Contd.)

2. ENDOWMENT FUND (In Rupees)

Particulars	AS AT 31 MARCH 2016			AS AT 31 MARCH 2015
	IC	FC	Total	
Corpus Fund Account				
Opening Balance	52,23,397	105,22,451	157,45,848	157,45,848
Total	**52,23,397**	**105,22,451**	**157,45,848**	**157,45,848**

3. GENERAL FUND (In Rupees)

Particulars	AS AT 31 MARCH 2016			AS AT 31 MARCH 2015
	IC	FC	Total	
General Fund Account				
Opening Balance:-	**173,17,230**	**12,75,177**	**185,92,407**	**183,47,839**
Represented by Fixed Assets	*150,37,365*	-	*150,37,365*	*157,59,761*
Represented by Other Assets	*22,79,865*	*12,75,177*	*35,55,042*	*25,88,078*
Add: Excess of Income Over Expenditure for the year	4,89,919	2,96,097	7,86,016	5,82,186
	178,07,149	15,71,274	193,78,423	189,30,025
Transfer from Earmarked Funds (IC)				
Honorarium from I3S CUTS	-	-	-	90,000
ERC	-	-	-	2,231
Greater Bangalore (CRC)	-	-	-	(45)
IFMR	-	-	-	28,875
SIUD	-	-	-	1,673
BESCOM	-	-	-	1,087
NRRDA	4,924	-	4,924	-
World Bank	14,663	-	14,663	-
BWSSB	(2,75,097)	-	(2,75,097)	-
Transfer from Earmarked Funds (FC)				
ANSA	-	-	-	72,000
CARIAA Proposal Development	-	-	-	880
PTF	-	-	-	6,236
CSTEP-IDRC Opp. Fund	-	8,380	8,380	-
DFID	-	60,246	60,246	-
Liability no longer required	20,794	-	20,794	-
Less: IDRC Project Expenses Reversed *	-	-		5,40,555
Total	**175,72,433**	**16,39,900**	**192,12,333**	**185,92,407**
Represented by Fixed Assets	*143,87,208*	-	*143,87,208*	*150,37,365*
Represented by Other Assets	*31,85,225*	*16,39,900*	*48,25,125*	*35,55,042*
Total	**175,72,433**	**16,39,900**	**192,12,333**	**185,92,407**

3.1 Reversal of IDRC Project Expenses pertains to F.Y 2010-11.These expenses have been reversed to the general fund, due to error in reporting in that year.

PUBLIC AFFAIRS CENTRE
SCHEDULES TO CONSOLIDATED BALANCE SHEET (Contd.)

3A. DESIGNATED FUND - IC

(In Rupees)

Particulars	AS AT 31 MARCH 2016	AS AT 31 MARCH 2015
Development and Operational Fund		
Opening Balance	96,30,419	89,74,529
Add : Excess of Income over Expenditure	7,05,818	6,55,890
Total	**103,36,237**	**96,30,419**

4. ENDOWMENT FUND

(In Rupees)

PARTICULARS	AS AT 31 MARCH 2016			AS AT 31 MARCH 2015
	IC	FC	Total	
Corpus Fund Interest Account				
Opening Balance	21,69,831	26,46,739	48,16,570	33,91,681
Add : Excess of Income over Expenditure	5,36,343	11,14,249	16,50,592	14,24,889
Total	**27,06,174**	**37,60,988**	**64,67,162**	**48,16,570**

5. FIXED ASSETS RESERVE FUND

(In Rupees)

PARTICULARS	AS AT 31 MARCH 2016			AS AT 31 MARCH 2015
	IC	FC	Total	
Fixed Assets Reserve Fund - As per Contra				
Opening Balance -	22,29,312	49,57,974	71,87,286	67,78,941
Add: Additions	-	8,08,227	8,08,227	4,21,033
Less: Deletions	2,94,447	4,64,280	7,58,727	12,688
	19,34,865	**53,01,921**	**72,36,786**	**71,87,286**
Less: Depreciation Reserve Fund	15,20,292	34,49,732	49,70,024	-
Total	**4,14,573**	**18,52,189**	**22,66,762**	**71,87,286**

K B MAMBIAR & ASSOCIATES * BANGALORE-25 * CHARTERED ACCOUNTANTS

PUBLIC AFFAIRS CENTRE
SCHEDULES TO CONSOLIDATED BALANCE SHEET (Contd.)

6. CURRENT LIABILITIES

(In Rupees)

PARTICULARS	AS AT 31 MARCH 2016			AS AT 31 MARCH 2015
	IC	FC	Total	
Statutory Payables:				
Employees Contribution to PF	39,004	18,720	57,724	50,348
Employers Contribution to PF	39,004	18,720	57,724	50,348
ESIC Employee Payable	770	-	770	663
ESIC Employer Payable	2,086	-	2,086	1,795
Professional Tax Payable	2,200	1,400	3,600	3,400
TDS Payable	-	7,000	7,000	2,47,283
Service Tax Payable	4,01,098	-	4,01,098	88,498
Service Tax Swach Bharat Cess Payable	26,087	-	26,087	-
Project Payables:				
Gratuity Payable	-	-	-	25,275
Leave Travel Allowance payable	2,145	2,190	4,335	77,835
Outstanding Expenditure	57,168	1,91,621	2,48,789	2,79,033
Salary Payable	-	400	400	-
Others:				
Staff Transportation charges payable	70,647	56,549	1,27,196	-
CSO Partners Payable	-	-	-	2,400
National Printing Press	-	-	-	521
Public Affairs Centre Foreign Contribution Account	2,26,991	-	2,26,991	11,200
Total	**8,67,200**	**2,96,600**	**11,63,800**	**8,38,599**

K.S. NAMBIAR & ASSOCIATES
BANGALORE-25
CHARTERED ACCOUNTANTS

PUBLIC AFFAIRS CENTRE
SCHEDULES TO CONSOLIDATED BALANCE SHEET (Contd.)

7. FIXED ASSETS

(In Rupees)

Description	Opening Balance as on 01.04.2015		Additions		Deletions		Balance as on 31.03.2015		Depreciation		WDV As on 31.03.2016		Total
	IC	FC	IC	FC	IC	FC	IC	FC	IC	FC	IC	FC	
Land	85,35,797	-	-	-	-	-	85,35,797	-	-	-	85,35,797	-	85,35,797
Building	62,68,417	-	-	-	-	-	62,68,417	-	6,26,842	-	56,41,575	-	56,41,575
Campus Garden	1,23,343	-	-	-	-	-	1,23,343	-	12,334	-	1,11,009	-	1,11,009
Campus Road	1,09,808	-	-	-	-	-	1,09,808	-	10,981	-	98,827	-	98,827
Total (A)	150,37,365	-	-	-	-	-	150,37,365	-	6,50,157	-	143,87,208	-	143,87,208

(In Rupees)

Description	Opening Balance as on 01.04.2015		Additions		Deletions		Balance as on 31.03.2016		Depreciation as per Contra		WDV As on 31.03.2016		Total
	IC	FC	IC	FC	IC	FC	IC	FC	IC	FC	IC	FC	
Computers	4,48,632	29,04,783	-	2,81,944	16,801	2,92,585	4,31,831	28,94,142	4,30,368	25,29,524	1,463	3,64,618	3,66,081
Equipments	4,26,432	16,28,735	-	5,26,283	1,53,246	1,71,695	2,73,186	19,83,323	2,07,963	6,97,042	65,223	12,86,281	13,51,504
Furniture and Fixtures	13,54,248	4,24,456	-	-	1,24,400	-	12,29,848	4,24,456	8,81,961	2,23,166	3,47,887	2,01,290	5,49,177
Total (B)	22,29,312	49,57,974	-	8,08,227	2,94,447	4,64,280	19,34,865	53,01,921	15,20,292	34,49,732	4,14,573	18,52,189	22,66,762
Grand Total (A+B)	172,66,677	49,57,974	-	8,08,227	2,94,447	4,64,280	169,72,230	53,01,921	21,70,449	34,49,732	148,01,781	18,52,189	166,53,970
Previous Year Figures	179,89,073	45,49,629	-	4,21,033	-	12,688	179,89,073	49,57,974	7,22,396	-	172,66,677	49,57,974	222,24,651

K.R. NAMBIAR & ASSOCIATES
BANGALORE-25
CHARTERED ACCOUNTANTS

PUBLIC AFFAIRS CENTRE
SCHEDULES TO CONSOLIDATED BALANCE SHEET (Contd.)

8. INVESTMENTS

(In Rupees)

PARTICULARS	AS AT 31 MARCH 2016			AS AT 31 MARCH 2015
	IC	FC	Total	
Fixed Deposits with State Bank of Mysore, Koramangala	37,50,000	198,00,000	235,50,000	262,50,000
Fixed Deposits with State Bank of Mysore, Jigani	20,00,000	295,00,000	315,00,000	290,00,000
Fixed Deposits with Karnataka Bank Ltd, Koramangala	99,00,000	97,93,720	196,93,720	201,93,720
Total	**156,50,000**	**590,93,720**	**747,43,720**	**754,43,720**

9. CASH AND BANK BALANCES

(In Rupees)

PARTICULARS	AS AT 31 MARCH 2016			AS AT 31 MARCH 2015
	IC	FC	Total	
Cash in hand	2,585	10,256	12,841	12,512
Cash at bank :				
SBM A/c No: 54017654874	-	1,99,370	1,99,370	11,12,560
SBM A/c No: 64128666389	-	7,46,871	7,46,871	2,79,985
SBM A/c No: 54017654885	67,29,456	-	67,29,456	4,17,480
ICICI A/c No: 004701000143	71,740	-	71,740	1,21,452
HDFC A/c No: 00531450000113	35,331	-	35,331	33,955
Total	**68,39,112**	**9,56,497**	**77,95,609**	**19,77,944**

PUBLIC AFFAIRS CENTRE
SCHEDULES TO CONSOLIDATED BALANCE SHEET (Contd.)

10. CURRENT ASSETS

(In Rupees)

PARTICULARS	AS AT 31 MARCH 2016			AS AT 31 MARCH 2015
	IC	FC	Total	
Tax Deducted at Source				
F Y: 2015-16	23,30,063	3,38,448	26,68,511	-
F Y: 2014-15	94,970	3,11,034	4,06,004	4,97,914
F Y: 2013-14	-	-	-	4,68,771
F Y: 2012-13	-	-	-	2,44,001
F Y: 2009-10	1,64,184	-	1,64,184	1,64,184
Advances to Suppliers :-				
Advance to Bharti Airtel	-	-	-	50,000
Advance to Mahithi Infotech	-	-	-	51,569
Ravi and Shrihari, Chartered Accountants	-	(27,472)	(27,472)	-
Featherlite Collections	-	38,103	38,103	-
Fotobubbles Tech Pvt Ltd	-	72,993	72,993	-
GreenSol Renewable Power Pvt Ltd	-	6,44,800	6,44,800	-
Punya Publishing	-	51,510	51,510	-
Rayban Blinds and Interiors	-	1,43,236	1,43,236	-
Advances to Staff :-				
Advance to Employees	-	65,000	65,000	15,527
Deposits :-				
Water Deposit	500	-	500	500
Others :-				
Interest Accrued on Fixed Deposit with SBM	1,99,493	46,16,904	48,16,397	19,43,131
Interest Accrued on Fixed Deposit with KBL	1,81,180	9,432	1,90,612	23,001
Prepaid Expenditure - Others	25,786	2,02,654	2,28,440	1,11,628
Prepaid Expenditure - Staff Insurance	-	1,79,576	1,79,576	88,711
Prepaid Warranty Charges	-	26,302	26,302	79,622
Income Accrued on Royalty	-	-	-	24,323
NRRDA Meeting/Workshop Expenses - Reimbursable	-	-	-	1,52,790
Public Affairs Centre Indian Contribution Account	-	2,26,991	2,26,991	11,200
Service Tax Input Credit	-	1,63,980	1,63,980	6,20,999
Total	**29,96,176**	**70,63,491**	**100,59,667**	**45,47,871**

11. EARMARKED FUND - RECEIVABLE

Particulars	Opening balance as on 01.04.2015	Received during the year	Total	Expended/ Transferred during the year	Balance as on 31.03.2016
Bangalore Water Supply and Sewerage Board (BWSSB)	49,982	16,00,048	15,50,066	19,40,009	3,89,943
Total	**49,982**	**16,00,048**	**15,50,066**	**19,40,009**	**3,89,943**

PUBLIC AFFAIRS CENTRE
SCHEDULES TO CONSOLIDATED INCOME AND EXPENDITURE ACCOUNT

12. PROGRAMME REVENUE

(In Rupees)

PARTICULARS	During the year ended 31 March 2016											For the year ended 31 March 2015
	EARMARKED FUNDS		ENDOWMENT FUND		DESIGNATED FUND		GENERAL FUND		TOTAL		Grand Total	
	IC	FC	IC	FC	IC	FC	IC	FC	IC	FC		
ANSA	-	-	-	-	-	-	-	-	-	-	-	72,000
IDRC	-	-	-	-	-	-	-	-	-	-	-	64,22,064
IDRC Phase II	-	119,00,573	-	-	-	-	-	-	-	119,00,573	119,00,573	47,25,174
PTF	-	-	-	-	-	-	-	-	-	-	-	5,40,743
The Asia Foundation	-	-	-	-	-	-	-	-	-	-	-	33,428
ACTED	-	3,33,924	-	-	-	-	-	-	-	3,33,924	3,33,924	7,93,996
Bill and Melinda Gates Foundation	-	40,14,345	-	-	-	-	-	-	-	40,14,345	40,14,345	81,08,258
CARIAA Proposal Development	-	-	-	-	-	-	-	-	-	-	-	880
C-STEP - IDRC Opp. Fund	-	8,379	-	-	-	-	-	-	-	8,379	8,379	22,01,848
DFID	-	199,89,008	-	-	-	-	-	-	-	199,89,008	199,89,008	-
BESCOM	-	-	-	-	-	-	-	-	-	-	-	1,087
ERC	-	-	-	-	-	-	-	-	-	-	-	2,231
NRRDA - Phase II	147,49,788	-	-	-	-	-	-	-	147,49,788	-	147,49,788	-
NRRDA	4,924	-	-	-	-	-	-	-	4,924	-	4,924	11,18,640
SIUD	-	-	-	-	-	-	-	-	-	-	-	1,673
I3S CUTS	-	-	-	-	-	-	-	-	-	-	-	2,12,004
IFMR	-	-	-	-	-	-	-	-	-	-	-	30,264
World Bank	91,882	-	-	-	-	-	-	-	91,882	-	91,882	116,14,467
BWSSB	19,40,009	-	-	-	-	-	-	-	19,40,009	-	19,40,009	4,91,631
Total	**167,86,603**	**362,46,229**	**-**	**-**	**-**	**-**	**-**	**-**	**167,86,603**	**362,46,229**	**530,32,832**	**363,70,388**

K.S. NAMBIAR & ASSOCIATES
BANGALORE-25
CHARTERED ACCOUNTANTS

PUBLIC AFFAIRS CENTRE
SCHEDULES TO CONSOLIDATED INCOME AND EXPENDITURE ACCOUNT (CONTD..)

13. ADMINISTRATION EXPENSES

(In Rupees)

PARTICULARS	During the year ended 31 March 2016											For the year ended 31 March 2015
	EARMARKED FUNDS		ENDOWMENT FUND		DESIGNATED FUND		GENERAL FUND		TOTAL		Grand Total	
	IC	FC	IC	FC	IC	FC	IC	FC	IC	FC		
Annual Maintenance Charges	1,346	48,143	-	-	-	-	-	-	1,346	48,143	49,489	66,043
Annual Report	-	1,19,580	-	-	-	-	-	-	-	1,19,580	1,19,580	-
Audit Expenses	-	1,47,295	-	-	-	-	-	-	-	1,47,295	1,47,295	1,35,000
Bank Charges	1,471	2,885	-	-	-	-	5	30	1,476	2,915	4,391	6,818
EC and Board Meeting Expenses	40,586	725	-	-	-	-	-	-	40,586	725	41,311	1,07,699
ESIC Contribution - Employer	-	-	-	-	-	-	-	-	-	-	-	2,793
ESIC Registration Charges	-	-	-	-	-	-	-	-	-	-	-	1,63,393
Conveyance	-	-	-	-	-	-	-	-	-	-	-	1,58,142
Electricity Charges	58,668	74,667	-	-	-	-	-	-	58,668	74,667	1,33,335	1,78,698
Garden Maintenance Expenses	1,26,095	1,31,405	-	-	-	-	-	-	1,26,095	1,31,405	2,57,500	2,45,803
Generator Maintenance	19,222	15,700	-	-	-	-	-	-	19,222	15,700	34,922	-
Gratuity	-	27,453	-	-	-	-	-	-	-	27,453	27,453	6,97,676
Insurance - Building	-	14,353	-	-	-	-	-	-	-	14,353	14,353	14,237
Internet and Web Maintenance Charges	38,636	55,271	-	-	-	-	-	-	38,636	55,271	93,907	1,08,498
Library, Membership and Subscription	1,343	53,533	-	-	-	-	-	-	1,343	53,533	54,876	76,120
Leave Encashment	-	-	-	-	-	-	-	-	-	-	-	689
Newspapers Books and Magazines	11,225	9,747	-	-	-	-	-	-	11,225	9,747	20,972	23,330
Office Cleaning and Maintenance	36,003	54,322	-	-	-	-	-	-	36,003	54,322	90,325	-
Office Expenses	51,710	51,534	-	-	-	-	1,17,104	-	1,68,814	51,534	2,20,348	2,24,243
Old Balance Written Off	-	-	-	-	-	-	19,517		19,517	-	19,517	-
Postage and Courier	12,811	16,969	-	-	-	-	-	-	12,811	16,969	29,780	27,045
Printing and Stationery	49,336	71,885	-	-	-	-	-	-	49,336	71,885	1,21,221	1,51,575
Professional and Consultancy Charges	30,005	28,110	-	-	-	-	-	-	30,005	28,110	58,115	1,14,047
Provident Fund Admin Charges	27,342	34,693	-	-	-	-	-	7,693	27,342	42,386	69,728	53,108
Property Tax	1,81,422	-	-	-	-	-	-	-	1,81,422	-	1,81,422	-
Rates & Taxes	3,677	1,89,931	-	-	-	-	11,774	37,827	15,451	2,27,758	2,43,209	13,916
Repairs and Maintenance	68,966	1,14,887	-	-	-	-	-	-	68,966	1,14,887	1,83,853	1,84,386
Restructuring of Accounts	-	1,80,000	-	-	-	-	-	-	-	1,80,000	1,80,000	-
Registration and Renewal	50,380	-	-	-	-	-	-	-	50,380	-	50,380	29,650
Service Tax Paid	-	-	-	-	-	-	-	-	-	-	-	-
Superannuation Benefits	3,00,000	-	-	-	-	-	-	-	3,00,000	-	3,00,000	-
Staff Health and Accident Insurance	40,597	1,84,135	-	-	-	-	-	-	40,597	1,84,135	2,24,732	18,100
Telephone and Mobile Charges	18,798	17,380	-	-	-	-	-	-	18,798	17,380	36,178	40,263
Transportation & Travelling Expenses	-	-	-	-	-	-	-	-	-	-	-	-
Toll Charges	-	-	-	-	-	-	-	-	-	-	-	10,228
Travel and Conveyance - Admin	32,223	22,614	-	-	-	-	6,164	-	38,387	22,614	61,001	-
Water Charges	11,240	11,130	-	-	-	-	-	-	11,240	11,130	22,370	25,710
Total	**12,13,102**	**16,78,347**	**-**	**-**	**-**	**-**	**1,54,564**	**45,550**	**13,67,666**	**17,23,897**	**30,91,563**	**28,77,210**

PUBLIC AFFAIRS CENTRE
SCHEDULES TO CONSOLIDATED INCOME AND EXPENDITURE ACCOUNT (CONTD..)

(In Rupees)

14. PROGRAMME EXPENSES

PARTICULARS	During the year ended 31 March 2016											For the year ended 31 March 2015
	EARMARKED FUNDS		ENDOWMENT FUND		DESIGNATED FUND		GENERAL FUND		TOTAL		Grand Total	
	IC	FC	IC	FC	IC	FC	IC	FC	IC	FC		
IDRC	-	-	-	-	-	-	-	-	-	-	-	38,16,736
IDRC Phase II	-	49,00,385	-	-	-	-	-	-	-	49,00,385	49,00,385	11,49,602
PTF	-	-	-	-	-	-	-	-	-	-	-	1,49,621
The Asia Foundation	-	-	-	-	-	-	-	-	-	-	-	33,428
ACTED	-	1,33,972	-	-	-	-	-	-	-	1,33,972	1,33,972	2,81,886
Bill and Melinda Gates Foundation	-	10,98,152	-	-	-	-	-	-	-	10,98,152	10,98,152	50,69,553
CSTEP - IDRC Opp. Fund	-	-	-	-	-	-	-	-	-	-	-	13,29,349
DFID	-	173,75,923	-	-	-	-	-	-	-	173,75,923	173,75,923	-
Greater Bangalore CRC	-	-	-	-	-	-	-	-	-	-	-	45
I3S - CUTS	-	-	-	-	-	-	-	-	-	-	-	1,38,345
NRRDA	-	-	-	-	-	-	-	-	-	-	-	6,31,868
NRRDA - Phase II	82,94,606	-	-	-	-	-	-	-	82,94,606	-	82,94,606	-
World Bank	3,678	-	-	-	-	-	-	-	3,678	-	3,678	64,98,762
BWSSB	11,07,658	-	-	-	-	-	-	-	11,07,658	-	11,07,658	3,732
Total	**94,05,942**	**235,08,432**	**-**	**-**	**-**	**-**	**-**	**-**	**94,05,942**	**235,08,432**	**329,14,374**	**191,02,927**

K.S. NAMBIAR & ASSOCIATES
BANGALORE-25
CHARTERED ACCOUNTANTS

PUBLIC AFFAIRS CENTRE
SCHEDULES TO CONSOLIDATED INCOME AND EXPENDITURE ACCOUNT (CONTD..)

15. PERSONNEL EXPENSES

(In Rupees)

Particulars	During the year ended 31 March 2016											For the year ended 31 March 2015
	EARMARKED FUNDS		ENDOWMENT FUND		DESIGNATED FUND		GENERAL FUND		TOTAL		Grand Total	
	IC	FC	IC	FC	IC	FC	IC	FC	IC	FC		
Salaries and Benefits - Admin												
Salaries - Admin	3,80,515	5,59,250	-		-	-	-	-	3,80,515	5,59,250	9,39,765	12,39,611
Salaries - Finance	7,63,759	9,81,626	-		-	-	-	-	7,63,759	9,81,626	17,45,385	16,04,468
Wages	1,86,686	2,01,411	-		-	-	-	-	1,86,686	2,01,411	3,88,097	4,21,472
Wages - Security	87,113	1,23,259	-		-	-	-	-	87,113	1,23,259	2,10,372	1,97,749
Salaries and Benefits - Director												
Conveyance Reimbursement	15,696	32,490	-		-	-	-	-	15,696	32,490	48,186	60,432
Internet Charges Reimbursement	5,184	6,979	-		-	-	-	-	5,184	6,979	12,163	21,648
Mobile Charges Reimbursement	22,256	4,686	-		-	-	-	-	22,256	4,686	26,942	15,540
Salaries - Director	20,03,477	10,49,455	-		-	-	-	-	20,03,477	10,49,455	30,52,932	27,38,072
Salaries and Benefits - Programme												
Professional and Consultancy Charges - Staff	3,50,036	18,84,518	-		-	-	-	-	3,50,036	18,84,518	22,34,554	21,10,365
Salaries - Programme	18,23,871	44,35,248	-		-	-	-	-	18,23,871	44,35,248	62,59,119	50,84,245
Staff Transportation Charges	5,09,379	9,63,923	-	-	-	-	44,969	204	5,54,348	9,64,127	15,18,475	10,52,408
Total	**61,47,972**	**102,42,845**	**-**	**-**	**-**	**-**	**44,969**	**204**	**61,92,941**	**102,43,049**	**164,35,990**	**145,46,010**

PUBLIC AFFAIRS CENTRE
SCHEDULES TO CONSOLIDATED RECEIPTS AND PAYMENTS ACCOUNT

16. PROGRAMME RECEIPTS

(In Rupees)

Particulars	IC	FC	For the year ended 31 March 2016	For the year ended 31 March 2015
Project Revenue	167,86,603	362,46,229	530,32,832	363,70,388
Change in Earmarked fund receivable	13,49,121	-	13,49,121	(16,06,248)
Change in Earmarked fund	32,76,978	(20,78,722)	11,98,256	184,56,305
TDS deducted	(22,24,163)	-	(22,24,163)	(71,258)
Change in Service Tax payable	3,38,687	4,57,019	7,95,706	4,07,811
General Fund	10,00,000	-	10,00,000	10,25,000
Total	**205,27,226**	**346,24,526**	**551,51,752**	**545,81,998**

17. OTHER RECEIPTS

(In Rupees)

Particulars	IC	FC	For the year ended 31 March 2016	For the year ended 31 March 2015
Other Income	1,47,312	-	1,47,312	1,10,689
Sale of Assets	-	-	-	2,000
Training Income	19,258	18,500	37,758	4,82,813
Change in other receivable	1,77,113	-	1,77,113	(1,03,977)
TDS Refunds	6,36,215	12,560	6,48,775	61,090
Total	**9,79,898**	**31,060**	**10,10,958**	**5,52,615**

18. INTEREST ON FIXED DEPOSITS

(In Rupees)

Particulars	IC	FC	For the year ended 31 March 2016	For the year ended 31 March 2015
Opening Balance Receivable	1,70,552	17,95,580	19,66,132	8,83,306
Add: Interest earned during the year	13,35,337	51,12,626	64,47,963	50,63,024
	15,05,889	**69,08,206**	**84,14,095**	**59,46,330**
Less: TDS Deducted	1,05,900	3,38,448	4,44,348	4,25,803
Less: Closing Balance of Interest Receivable	3,80,673	46,26,336	50,07,009	19,66,132
Total	**10,19,316**	**19,43,422**	**29,62,738**	**35,54,395**

K.B. NAMBIAR & ASSOCIATES
BANGALORE-23
CHARTERED ACCOUNTANTS

PUBLIC AFFAIRS CENTRE
SCHEDULES TO CONSOLIDATED RECEIPTS AND PAYMENTS ACCOUNT (Contd.)

19. EXPENSES FOR THE YEAR AND OTHER UTILITIES

(In Rupees)

Particulars	IC	FC	For the year ended 31 March 2016	For the year ended 31 March 2015
Administration Expenses	13,48,149	17,23,897	30,72,046	28,71,205
Programme Expenses	94,05,942	235,08,432	329,14,374	191,02,927
Personnel Expenses	61,92,941	102,43,049	164,35,990	145,46,010
Purchase of Assets	-	8,08,227	8,08,227	4,21,033
Training Expenses	-	-	-	52,835
Changes in Payables	(1,94,800)	1,85,091	(9,709)	(2,54,015)
Total	**167,52,232**	**364,68,696**	**532,20,928**	**367,39,995**

20. LOANS & ADVANCES AND DEPOSITS

(In Rupees)

Particulars	IC	FC	For the year ended 31 March 2016	For the year ended 31 March 2015
Deposits	-	-	-	-
Changes in Advance to staff	-	49,473	49,473	(15,473)
Changes in Advance to suppliers	-	8,21,601	8,21,601	1,01,569
Changes in other assets	-	-	-	7,786
Changes in prepaid expenses	(11,320)	1,65,678	1,54,358	(1,53,247)
Total	**(11,320)**	**10,36,752**	**10,25,432**	**(59,365)**

K.S. NAMBIAR & ASSOCIATES * CHARTERED ACCOUNTANTS * BANGALORE-25

PUBLIC AFFAIRS CENTRE

SCHEDULE – 21 – NOTES ON ACCOUNTS FOR THE YEAR ENDED 31-03-201 6

I. Background :

Public Affairs Centre is a charitable institution, engaged in improvement of public services, policies, programmes and their implementation in India, encourage public participation, etc. The Centre is registered under The Karnataka Societies Registration Act, 1960 vide Sl. no 207/94-95 dated 23rd June 1994. It is also registered under the Income Tax Act, 1961, under section 12A (a) vide certificate no. Trust/718/10(A)/Vol.A.III/P.258/94/CIT-II dated 23rd June 1994 and under section 80G vide certificate no. DIT (E) BLR/80G(R)/266/AAATP0947R / ITO (E)-2/Vol. 2008-2009 dated 15th September 2008. The Centre has been registered under Foreign Contribution (Regulation) Act, 1976, to receive contribution from foreign sources, vide Registration No. 094420730R dated 15th Janaury 2013.

II. Significant Accounting Policies :

The Centre presents its accounts in accordance with the Fund Based Accounting System. All the figures reported in Financial Statements are in Indian Rupee. 'Generally Accepted Accounting Principles' applicable in India are followed. Accounts have been prepared on going concern basis under historical cost convention. The Centre follows the accrual system of accounting unless stated otherwise. The preparation of financial statements requires the Centre to make estimates and assumptions that affect the figures reported in Balance Sheet and Income & Expenditure Account. The actual results could differ from these estimates.

A) Fund Based Accounting :

The funds are classified as follows:

i. Restricted Funds - are funds whose use is for a specific purpose and/or time period.

a) **Earmarked Funds** are those funds whose use has been stipulated by the donors for a specific purpose and/or time period.

b) **Endowment Funds** are non-expendable funds subject to the stipulation that the principal is maintained and invested in perpetuity and earnings on investment are used for charitable purposes in line with the objects of and at the discretion of the Centre.

ii. Unrestricted Funds – are funds whose use is not restricted in any manner.

a) **General Fund** is an unconditional expendable funds that is available for use at the discretion of the Centre. This fund is neither restricted by the donor nor designated for any specific purpose. The surplus or deficit arising out of any completed projects is transferred/adjusted against this fund with prior approval of the donor.

b) **Designated Fund** is an unrestricted fund which has been set aside by the Centre for specific purposes or to meet future uncetain contingencies.

K.B. NAMBIAR & ASSOCIATES BANGALORE-25 CHARTERED ACCOUNTANTS

B) Revenue Recognition :

The Centre has adopted accrual method of accounting read with the following policy:

i. All Project Receipts are recognised as income to the extent utilised, subject to restrictions on receipts, if any, being satisfied.
ii. General Donations are recognised as income as and when received.
iii. All other incomes are recognized when Organization is legally entitled to collect it and amount can be quantified with reasonable accuracy, on an accrual basis

C) Fixed Assets & Depreciation :

i. Policy for Land, Building, Campus Road and Garden:

a. These assets are stated at the original cost less depreciation, cost includes all duties and other incidental charges related to acquition.
b. Depreciation is provided on written down value method at the following rates:

Building	**- 10%**
Campus Garden	**- 10%**
Campus Road	**- 10%**

ii. Policy for other fixed assets
i. The Centre has a policy to write off fixed assets other than the above to the Income and Expenditure account. Subsequent to the write off, the fixed assets are again brought back into the books by creating Fixed Asset Reserve Fund. The Centre has been following this practice consistently.
ii. A depreciation reserve is created vide a contra entry and reduced from above mentioned fixed assets at rates mentioned below :

Computers	**- 60%**
Equipment	**- 15%**
Furniture and fixture	**- 10%**
Vehicle	**- 15%**

D) Foreign Exchange Transactions :

Transactions denominated in foreign currency are translated to Indian Rupees at the rate ruling on the date of transaction.

E) Taxation :

The Centre is registered under section 12Aof the Income Tax Act and such is exempt from taxation of its Income and Gains.

K. BHAMBIAR & ASSOCIATES BANGALORE-25 CHARTERED ACCOUNTANTS

PUBLIC AFFAIRS CENTRE
SCHEDULE – 21 – NOTES ON ACCOUNTS FOR THE YEAR ENDED 31-03-2016 (Contd..)

F) Cash and Bank Balances :

The cash and bank balances are only representative balances. The Centre does not have the practice of maintaining separate bank and cash accounts for each fund.

G) Investments :

Investments are made in accordance with provisions under Section 11 of Income Tax Act. Investments of all the funds are pooled together. Each participating fund enters & withdraws from the pool based on fund movement. Investments are stated at cost.

H) Previous year Figures

Previous year figures have been rearranged/regrouped wherever necessary.

III. CHANGE IN ACCOUNTING POLICY:

The Management has decided to create a depreciation reserve in the current year vide a contra entry with retrospective effect on fixed assets. Prior to this change, the fixed assets were shown in the Balance sheet at cost. This has been done with a view to show a true and fair value of the Fixed Assets at the Centre.

For and on behalf of the Board

Director and The Chief Functionary
R. SURESH

In terms of our report of even date
For K.B. NAMBIAR & ASSOCIATES
Chartered Accountants
FIRM REGN. No. 002313S

CA. RAJ KUMAR K
PARTNER (M. No. 208039)

BENGALURU, 29 JULY 2016

Director
Mr. Vivek Kulkarni

Anita Reddy

Director
Ms. Anita Reddy