

Goa Vidyaprasarak Mandal's
Gopal Govind Poy Raiturcar College of Commerce and Economics, Ponda- Goa
B.Com. UGC-CCFUP (Semester-III) Regular Semester End Examination,
October/November 2024
CFA--201 - GOVERNMENT ACCOUNTING

Duration : 2 Hours

Marks : 80

- Instructions : 1. All questions compulsory
 2. There is internal choice
 3. Figures to the right indicate full marks.

- Q.1) Answer the following (8x2mks=16)
- What is Contingency fund? (CO1, BL1)
 - What is 'Demand for Grant'? (CO1, BL1)
 - List any eight sources of Income for a municipality. (CO2, BL1)
 - What is a budget? (CO2, BL1)
 - What is BOOT? (CO3, BL1)
 - What is a Management Contract? (CO3, BL1)
 - Which items are shown under 'Reserves and Surplus' head of the electricity Corporation Balance sheet? (CO4, BL1)
 - List the items coming under the head 'Expenses' in the profit and loss statement of Transport Corporation (CO4, BL1)

Q.2A) Summarize the following items into a Profit and loss statement of Karnataka state Transport corporation for the year ended 31st March 2024 as pr Company's Act 2013.

(12mks, CO4, BL2)

Particulars	Amount	Particulars	Amount
Subscribed Share capital	5,00,000	Interest on bank loan paid	23,000
Sale of bus tickets and passes	3,10,000	Salaries and wages paid	1,40,000
Luggage receipts	50,000	Repairs and maintenance expense	3,000
Mail receipts	35,000	Advertisement expense	6,900
Bus stand parking fees	15,000	Electricity charges	12,090
Subsidy from Government for students pass	2,75,000	Bank commission paid	1,510
Rent and taxes paid	80,000	Fleet and other vehicles	9,00,000
Insurance paid	7,800	Directors fees paid	12,000
Rent for shops on bus stand received	40,000	Staff provident fund contribution	3,500
		Parcel income	26,000

- The corporation charges Depreciation @ 5 % p.a. on Fleet and other vehicles
- The salaries and wages outstanding were ₹13,000.
- Taxes paid for the year is ₹15,200

OR

Q.2B) Summarize the following items into a Balance sheet of Birla Power House for the year ended 31st March 2024 as per the Company's Act 2013.

(12mks, CO4, BL2)

Particulars	Amount	Particulars	Amount
Subscribed Share capital	4,00,000	Building	4,00,000
Debentures	12,80,000	Mains	1,00,000

Creditors	50,000	Machinery	5,00,000
Contingency Reserve	80,000	Land	5,60,000
P & L A/c	2,50,000	Public lamps	24,000
Bills payable	35,000	Loose tools and stores	28,700
Unclaimed dividend	7,000	Debtors	1,75,000
		Cash in hand and at bank	2,55,000
		Investment (6 months)	59,300
	21,02,000		21,02,000

Additional information :

1. Authorised capital is ₹6,00,000 equity shares of ₹100 each. During the year, the Corporation issued 4000 equity shares to the public
2. Transfer to contingency reserve ₹10000
3. The dividend was proposed at 5% of the share capital.

Q.2C) Classify the different Accounts created by Government of India for financial administration. (4mks, CO1, BL2)

Q.3 A) You are being given a list of items with additional information from the books of Delhi Municipal corporation from which you are required to Build an Income and expenditure statement and the Balance sheet for the year ended 31st March 2024. (12 mks, CO2, BL3)

Receipts and payments A/c for the year ended 31st March 2024

Receipts	Amount	Payments	Amount
To cash as on 1-4-2023	65,000	By establishment expenses	75,500
To tax revenue	59,000	By printing	1,10,000
To vehicle tax	57,000	By water supply	10,500
To professional tax	80,000	By sewerage	60,000
To non tax revenues	52,000	By repairs to municipal building	10,000
To government grants	1,50,000	By purchase of fixed assets as on 31-03-2024	1,50,000
To retention money for contractors	58,000	By repayment of retention money	25,000
To advance for allotment of houses	59,000	By cash	1,39,000
	5,80,000		5,80,000

Balance sheet of Delhi Municipal corporation for the year ended 31st March 2023

Liabilities	Amount	Assets	Amount
Capital fund	1,75,000	Fixed assets	1,39,000
Municipal fund	79,000	Housing complex under construction	90,000
Debentures	10,000	Investments	70,000
Contractors retention money	80,000	Deposits	60,000
Advance for allotment of houses	1,00,000	Professional tax accrued	20,000
		Cash	65,000
	4,44,000		4,44,000

Additional information

1. Accrued professional tax for the year ending 31st March 2024 is ₹10000
2. Repairs to municipal building paid in advance ₹3000.
3. Provide ₹60,000 as depreciation on fixed assets.

Q.3 B) Considering yourself a member of Gram Panchayat, Develop a list of various sources of income that will help the gram panchayat in earning revenues. (4mks, CO2, BL3)

OR

Q.3 C) If you were an accountant in a municipality, how will you allocate the funds into Planned and unplanned expenditure? (4 mks, CO2, BL3)

Q.4 A) Given below are the estimates for two exclusive projects X and Y. The company requires you to Select the project based on 1)**Payback Period**, 2)**Accounting Rate of Return** And 3)**Net Present Value Method** (12mks, CO3, BL3)

Both projects require an initial investment of ₹60,000 each. The company charges depreciation @10% p.a. on straight line method and taxation is at @20%. Given below are Net profit before taxes for each project.

Year	Project X	Project Y	Discounting factor @ 10%
1	25,000	38,400	0.909
2	25,000	19,200	0.826
3	25,000	12,800	0.751
4	25,000	32,000	0.683
5	25,000	32,000	0.620

Q.4 B) What factors will you as a manager consider while preparing a budget? (4 mks, CO1, BL 3)

OR

Q.4 C) Identify and explain the different terminologies used in Government accounting (4 mks, CO1, BL3)

Q.5A) A project schedule has the following details. You are required to construct a network diagram and decide the critical path (12mks,CO3,BL6)

Activity	1-2	1-3	2-4	3-4	3-5	5-6	4-7	6-7
Most Optimistic time	3	2	5	4	6	4	3	5
Most Likely time	2	3	6	6	8	7	5	8
Most Pessimistic time	5	6	9	8	11	9	9	10

Q.5B) Considering yourself in the place of state government official, for which type of projects will you choose Turnkey Contracts and BOOT contracts? (4mks, CO3, BL6)

OR

Q.5 C) Discuss how Government Accounting differs from Commercial Accounting for the public works system of Government. (4mks, CO3, BL6)