

**INDEPENDENT AUDITORS' REPORT
AND
FINANCIAL STATEMENTS OF
KHULNA WATER SUPPLY & SEWERAGE AUTHORITY
FOR THE YEAR ENDED 30 JUNE 2020**



জোহা জামান কবির রশীদ এ্যান্ড কোং
চার্টার্ড একাউন্টেন্টস
Zoha Zaman Kabir Rashid & Co.
Chartered Accountants

**INDEPENDENT AUDITOR'S REPORT
TO THE KHULNA WATER SUPPLY & SEWERAGE AUTHORITY
REPORT ON THE AUDIT OF THE FINANCIAL STATEMENTS**

Opinion

We have audited the financial statements of KHULNA WATER SUPPLY & SEWERAGE AUTHORITY (‘the KWASA/Authority’), which comprise the statement of financial position as at 30 June 2020, and the statement of comprehensive income, statement of changes in equity, statement of cash flows for the year then ended and notes to the financial statements, including a summary of significant accounting policies.

Basis for Opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs). 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 Authority in accordance with the International Ethics Standard Board for Accountants' Code of Ethics for Professional Accountants (IESBA Code), together with the ethical requirements' that are relevant to our audit of the financial statements in Bangladesh, and we have fulfilled our other ethical responsibilities in accordance with these requirements and with the IESBA Code.

We observed that

- Khulna Water Supply and Sewerage Authority (KWASA) had a project with the value of Tk. 25,463,692,000 proportionately Govt. Equity Tk. 5,631,431,000, Govt. Loan Tk. 3,754,287,000, ADB Loan Tk. 5,186,956,000 and JICA Loan Tk. 10,891,018,000 under head of Khulna Water Supply Project approved by National Economic Council(NEC)-Executive Committee of National Economic Council (ECNEC) vide by 20.00.0000.411.14.047.11.538 dated 14/07/2011 for the period July 2011 to June 2017 that has been extended to June 2020 by Planning Commission reference to letter vide: 20.164.014.00.04.05.2011(Vol-2)-39 dated 20/05/2020 has come to end. The project's fixed assets has been merged with KWASA Tk. 25,463,692,000 and the amount of Tk. 5,631,431,000 capitalized with capital fund.
- The authority provides insufficient evidence for assets that is obtained from Khulna City Corporation. Property, plant and equipment as at 30 June 2020 amounting to Tk. 25,120,998,818 hardly verified and confirmed by us as with the absence of Fixed Asset Register maintained for recognition of cost, existence, charges of depreciation.
- Further, hardly maintenance of Fixed Deposit & Term Deposit register the authority has an amount of Tk. 148,821,477 appearing in the accompanying statement of financial position verified by us.
- The authority has an amount of Tk. 99,692,546 as accounts receivable 30 June 2020 in against accompanying provision for Bad Debts Tk. 10,761,097 without any ageing analysis of the receivable.
- The authority has incomplete accounting records of financial transactions yet to incorporate accounting software to make a transparent book keeping and recording.



Key Audit Matters:

Risk	Our response to the risk
Revenue Recognition	
<p>At year end recognized total income Tk. 247,665,120 reported in the income statement of the authority (2019: Tk. 207,733,940)</p> <p>Revenue is recognized when the performance obligation is satisfied by transferring goods or services to a customer, either at a point in time or over time. Goods or services are “transferred” when the customer obtains control of it.</p> <p>This material item is subject to considerable inherent risk due to identifying, recording and properly accounting for variable consideration elements in the contracts with customers. Against this background, the proper application of the accounting standards is considered to be complex and to a certain extent based on estimates and assumptions made by authority.</p> <p>The application of the new standard on revenue recognition, “International Financial Reporting Standard 15 – Revenue from Contracts with Customers” (IFRS 15), will have a significant impact which has been presented in statement of comprehensive the financial statements for the financial year 2020.</p>	<p>We have tested the design and operating effectiveness of key controls focusing on the followings:</p> <ul style="list-style-type: none"> ➤ Authorization of credit terms to customers; ➤ Timing of revenue recognition; and Calculation. ➤ Performed walkthroughs to understand the adequacy and the design of the revenue cycle; ➤ Tested the internal controls over financial reporting, we also assessed the existence and accuracy of the sales recorded, based among other things on inspection of sales contracts, final acceptances, and the allocation of variable consideration to the various elements in the contracts; <p>Our substantive procedures in relation to the revenue recognition comprise the followings:</p> <ul style="list-style-type: none"> ➤ Obtaining supporting documentation for transactions; ➤ recorded either side of year end as well as credit notes issued after the year end date to determine whether revenue was recognized in the correct period; ➤ recognition accounting policies comparing with applicable accounting standard; ➤ We also tested journal entries recognized to revenue focusing on unusual or irregular transactions; ➤ Finally, assessing the appropriateness and presentation of disclosures against relevant accounting standards
Please refer to “ statement of comprehensive income ”.	
Valuation of Inventories	
<p>The authority had inventory of Tk. 9,614,883 as at 30 June 2020 held warehouse and numerous project centers.</p> <p>Inventories are carried at the lower of cost and net realizable value. As a result, the authority apply</p>	<p>We challenged the appropriateness of authority’s assumptions applied in calculation the value of the inventory provisions by:</p> <ul style="list-style-type: none"> ➤ Evaluating the design and implementation of key inventory controls operating across



<p>judgement in determining the appropriate values for obsolete items.</p>	<p>the authority, including those at a sample in warehouses and branches.</p> <ul style="list-style-type: none"> ➤ Conduct inventory counts and reconciling the count results to the inventory listings to test the completeness of data. ➤ Review the historical accuracy of inventory, level of inventory write-off during the year, and ➤ Challenging the completeness of inventory through assessing actual and forecast sales of inventory lines to assess whether obsolete stock are valid and complete.
<p>Please refer to Note 05 “Inventory” of the notes to the financial statements.</p>	
<p>Account Receivable & Provision for Bad Debts</p>	
<p>The company reported accounts receivable Tk. 99,692,546 as at 30 June 2020 with maintaining provision for Bad Debts 10,761,097.</p> <p>Significant judgement is required in relation to accounts receivable and provision for bad debts as it's recoverability is depend on forecasts of future over a number of years.</p>	<ul style="list-style-type: none"> ➤ We have obtained an understanding, evaluated the design and tested the operational effectiveness of the authority's key controls over the recognition and measurement of accounts receivable and the assumptions used in estimating bad debts authority's future receivable. ➤ We also assessed the completeness and accuracy of the data used for the estimations of bad debts. ➤ We also assessed the appropriateness of presentation of disclosures against accounts receivables and bad debts.
<p>Please refer to Note 06 “Accounts Receivables” & Note 14 “ Provision for Bad Debts” of the notes to the financial statements.</p>	

Other Information

Management is responsible for the other information. The other information comprises all of the information other than the financial statements and our auditor's report thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated.

When we read the annual report, if we conclude that there is a material misstatement therein, we are required to communicate the matter to the Board of Directors of the Authority.

Responsibilities of Management and Those Charged with Governance for the Financial Statements

Management is responsible for the preparation of financial statements that give a true and fair view in accordance with IFRSs, and for such internal control as management determines is necessary to enable



the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the Authority's 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 Authority or to cease operations, or has no realistic alternative but to do so.

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 ISAs 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

As part of an audit in accordance with ISAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit 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 Authority's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Authority's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Authority to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.



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Chartered Accountants

Subject to the effect of the matters as stated above, we also report the following:

- a) we have obtained all the information and explanation which to the best of our knowledge and belief were necessary for the purpose of our audit and made due verification thereof;
- b) in our opinion, proper books of account as required by law have been kept by the Authority so far as it appeared from our examination of those books;
- c) the statement of financial position and statement of comprehensive income dealt with by the report are in agreement with the books of account.
- d) the information and explanation required by us have been received and found satisfactory.

Zoha Zaman Kabir Rashid & Co.
Chartered Accountants

Md. Iqbal Hossain FCA
Partner, Enrolment 596 (ICAB)

DVC: 2103010596AS678310

Place: Dhaka
Date: February 28, 2021

A member of





Khulna Water Supply & Sewerage Authority (KWASA)
Statement of Financial Position
As at 30 June 2020

Particulars	Notes	Amount in Taka	
		30 June 2020	30 June 2019
Assets:			
Non-Current Assets			
Property, Plant and Equipment	3.00	25,120,998,818	749,654,587
Current Assets			
Investment In FDR & Term Deposit	4.00	148,821,477	109,939,507
Inventories	5.00	9,614,883	10,888,801
Accounts Receivable	6.00	99,692,546	89,559,795
Advance, Deposits & Pre-Payments	7.00	3,334,707	2,403,519
Advance Income Tax	8.00	12,082,715	9,959,464
Cash & Cash Equivalent	9.00	355,902,289	316,719,223
Total Current Assets		629,448,617	539,470,309
Total Assets		25,750,447,435	1,289,124,896
Capital and Liabilities:			
Capital			
Capital Fund	10.00	6,771,356,841	1,139,925,841
Retained Earnings	11.00	(866,099,757)	138,195,246
Total Capital		5,905,257,084	1,278,121,087
Non-Current Liabilities			
Long Term Loan	12.00	19,832,261,000	-
Current Liabilities			
Provision For Audit Fee	13.00	165,475	119,475
Provision for Bad Debts	14.00	10,761,097	10,017,283
Accounts Payable	15.00	2,002,779	867,051
Total Current Liabilities		12,929,351	11,003,809
Total Capital & Liabilities		25,750,447,435	1,289,124,896

The annexed notes form an integral part of the Financial Statements

DMD (F&A)
Khulna WASA

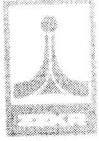
Managing Director
Khulna WASA

Signed in terms of our separate report of even date.

Place: Dhaka
Date: 28 February 2021

Zoha Zaman Kabir Rashid & Co.
Chartered Accountants





Zoha Zaman Kabir Rashid & Co.
Chartered Accountants

Khulna Water Supply & Sewerage Authority (KWASA)
Statement of Comprehensive Income
For the year ended 30 June 2020

Particulars	Notes	Amount in Taka	
		30 June 2020	30 June 2019
INCOME:			
Water Bill		65,399,110	38,774,081
Govt. Grant Against-Street Hydrant & HTW	16.00	155,000,000	155,000,000
Water sale Direct		125,950	173,950
Connection Fee		10,041,245	968,770
Deep tube well fee/charge		40,000	58,750
Other Income		77,699	9,620
Connection form sale		40,450	21,650
Illegal Connection Legalized		-	7,212
Ownership change fee		67,000	78,000
Bank & FDR Interest	17.00	16,873,666	12,641,907
Total Income		247,665,120	207,733,940
EXPENDITURES:			
Operating Exp. (Salary, Wages & Others)	18.00	99,724,697	88,225,467
Power & Electricity Bill	19.00	43,737,388	29,140,599
Repair & Maintenance	20.00	8,738,223	5,778,663
Administrative Expenses	21.00	1,099,759,815	43,803,025
Total Expenses		1,251,960,123	166,947,754
Net Expenses over Income		(1,004,295,003)	40,786,186
Total		247,665,120	207,733,940

The annexed notes form an integral part of the Financial Statements

DMD (F&A)
Khulna WASA

Managing Director
Khulna WASA

Signed in terms of our separate report of even date.

Place: Dhaka
Date: 28 February 2021

Zoha Zaman Kabir Rashid & Co.
Chartered Accountants





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Chartered Accountants

Khulna Water Supply & Sewerage Authority (KWASA)
Statement of changes in equity
For the year ended 30 June 2020

Particulars	Capital fund	Retained earnings	Total
	Taka	Taka	Taka
Balance as on 01 July 2019	1,139,925,841	138,195,246	1,278,121,087
Add: During the year	5,631,431,000	-	5,631,431,000
Add: Net Expenses over Income	-	(1,004,295,003)	(1,004,295,003)
Balance as at 30 June 2020	<u>6,771,356,841</u>	<u>(866,099,757)</u>	<u>5,905,257,084</u>

Particulars	Capital fund	Retained earnings	Total
	Taka	Taka	Taka
Balance as on 01 July 2018	983,180,933	97,409,060	1,080,589,993
Add: During the year	156,744,908	-	156,744,908
Add: Net Income over Expenses	-	40,786,186	40,786,186
Balance as at 30 June 2019	<u>1,139,925,841</u>	<u>138,195,246</u>	<u>1,278,121,087</u>

The annexed notes form an integral part of the Financial Statements

DMD (F&A)
Khulna WASA

Managing Director
Khulna WASA

Signed in terms of our separate report of even date.

Zoha Zaman Kabir Rashid & Co.
Chartered Accountants

Place: Dhaka

Date: 28 February 2021





Khulna Water Supply & Sewerage Authority (KWASA)

Statements of cash flows
For the year ended 30 June 2020

Particulars	Amount in Taka	
	30 June 2020	30 June 2019
A. Cash Flow from Operating Activities:		
Net Profit / (Loss) for the year	(1,004,295,003)	40,786,186
Depreciation Charge during the year	1,092,809,990	38,431,814
Decrease/ (Increase) in Inventories	1,273,918	6,653,453
Decrease/ (Increase) in Debtors	(10,132,751)	(8,101,001)
Decrease/ (Increase) in Advance Deposit & Pre-Payments	(931,188)	(367,866)
Decrease/ (Increase) in Advance Income Tax	(2,123,251)	(1,614,066)
(Decrease)/ Increase in Provision for Bad Debt	743,814	41,333
(Decrease)/ Increase in Current Liability	1,135,728	(10,076,828)
(Decrease)/ Increase in Provision for Audit Fee	46,000	(55,525)
Net Cash used in Operating Activities:	78,527,257	65,697,500
B. Cash Flow from Investing Activities:		
Fixed Assets Addition	(25,464,154,221)	(156,813,114)
Increase of Investment	(38,881,970)	(7,512,270)
Adjustment of Land & Development	-	-
Net Cash used in Investing Activities:	(25,503,036,191)	(164,325,384)
C. Cash Flow from Financing Activities:		
Adjustment of Suspense Accounts	-	-
Long Term Loan	19,832,261,000	-
Adjustment of Capital Fund	5,631,431,000	156,744,908
Net Cash used in Financing Activities:	25,463,692,000	156,744,908
D. Net Increase in Cash & Cash Equivalent (A+B+C)	39,183,066	58,117,025
E. Cash & Bank Balance at the Beginning of the year	316,719,223	258,602,198
F. Cash & Bank Balance at the ending of the year (F= D+E)	355,902,289	316,719,223

The annexed notes form an integral part of the Financial Statements

DMD (F&A)
Khulna WASA

Managing Director
Khulna WASA

Signed in terms of our separate report of even date.

Place: Dhaka
Date: 28 February 2021

Zoha Zaman Kabir Rashid & Co.
Chartered Accountants





Khulna Water Supply & Sewerage Authority (KWASA)

Notes to the financial statements

For the year ended 30 June 2020

1.00 Background and Nature of Authority:

Khulna Water Supply and Sewerage Authority (KWASA) is an autonomous body established on 2nd March 2008 under the local government and rural development Ministry in address of its register office is 7 No. Roosevelt Jetty Ghat Road, Khalishpur, Khulna-9000. It is controlled and governed by the Water Supply & Sewerage Authority Act no. (6). 1996, KWASA started its activities from October 2008. The water supply system of Khulna City Corporation was handed over to Khulna Water Supply & Sewerage Authority during the year 2008. It is a service oriented public utility organization directed by the KWASA board consisting of 13 members headed by a Chairman as well as the Chief Executive of KWASA is Managing Director.

1.01 Activities of the Organization are:

The activities of KWASA are spread over Khulna City Corporation Area, to construct, develop and maintain necessary infrastructure for abstracting, purifying and distribution of safe and potable water to domestic, commercial and industrial organizations. It supplies water to city dweller through water carrier at public's door on demand and also supplying water through street hydrant.

1.02 Nature of Business

KWASA is primarily involved in the following activities through its Maintenance, Operation, Distribution and Services (MODS) zones and Revenue zones and other divisions and offices:

- (a) to construct, develop and maintain necessary infrastructure for lifting, purifying and preserving water for supplying to public for residential, commercial, community, official and industrial purpose;
- (b) to construct, design and operate sewerage facilities and maintain the system in a pollution free way;
- (c) to construct, develop and maintain drainage of flooded water through drainage facilities within Khulna City and
- (d) Switching to surface water from underground extraction due to rapid depletion of the ground water level.

2.00 Significant Accounting Policies:

The significant accounting policies followed to the preparation and presentation of these financial statements are summarized below:

2.1 Statement of compliance

The financial statements have been prepared on a project basis following accrual basis of accounting in accordance with International Accounting Standards (IASs) which are consistent in all material respects with International Accounting Standards (IASs) and International Financial Reporting Standards (IFRSs) as adopted in Bangladesh.





2.2 Regulatory compliance

The Authority also complies with the required following major laws and regulation.

Water Supply & Sewerage Authority Act 1996
The Income Tax Ordinance 1984
The Income Tax Rules 1984
The Value Added Tax and Supplementary Act 2012
The Value Added Tax and Supplementary Rules 2016
Bangladesh Labor Law 2006

2.3 Measurement bases used in preparing the financial statements

The financial statements have been prepared on "Historical Cost" convention basis, which is one of the most commonly adopted base provided in "the framework for the preparation and presentation of financial statements" issued by the International Accounting Standard Committee (IASC).

2.4 Going concern

The Authority has adequate resources to continue in operation for foreseeable future. For this reason the management continued to the project in preparing the Financial Statements. The current credit facilities and resources of the project provide sufficient fund to meet the present requirements of its existing businesses and operations.

2.5 Components of the financial statements

According to the International Accounting Standards (IASs) 1 as adopted by ICAB as IAS 1 "Presentation of Financial Statements" the complete set of financial statements includes the following components:

- i. Statement of financial position
- ii. Statement of comprehensive income
- iii. Statement of changes in equity
- iv. Statement of cash flows
- v. Notes to the financial statements

Comparative information in respect of the preceding period for all amounts were reported in the current period's financial statements to conform the Para # 38 of IAS -1

2.6 Use of estimates and judgments

The preparation of the Financial Statements in conformity with IAS and IFRS requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the period in which the estimates are revised and in any future periods affected.



2.7 Depreciation

Components of an asset with deferring patterns of benefits are depreciated separately.

Depreciation on own fixed assets is charged systematically over the asset's useful life. Full year depreciation is charged on addition irrespective of date when the related assets are put into use. On the other hand, no depreciation has been charged on the month of disposal.

The Authority follows the reducing balancing method of depreciation applying rates stated as follows:

• Land & Development	0.0%
• Building	2.0%
• Plant & Machinery	5.0%
• Sewerage	10%
• Vehicles	20%
• Furniture & Fixture	10%
• Equipment	10%

2.8 Cash and cash equivalent:

Cash and cash equivalent comprise only cash at bank in different mother accounts (STD) and collection account (Current account) maintained with different government and private commercial bank.

2.9 Accounts receivables

Accounts receivables are recognized at cost less provision for doubtful debts. Provision for bad debts has been made on the closing balance of Accounts receivable and provision charge in the statement of comprehensive income in the excess requirement of provision for the current year compared to previous year.

2.10 Statement of cash flows

Statement of cash flows is prepared under the indirect method.

2.11 Reporting period

The Financial period of Authority covers the activities from 01 July 2019 to 30 June 2020.

2.12 Comparative Figure

Comparative Figures have been taken from last year books of accounts

2.13 Accrual basis of accounting

These financial statements have been prepared under the accrual basis of accounting.





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Chartered Accountants

3.00 Property, Plant and Equipment

Opening Balance

Add: Addition during the period at cost

Less : Adjustment during the year

Less: Accumulated Depreciation during the year

Total Written Down Value (WDV)

(Details shown an annexure-A)

4.00 Investment In FDR & Term Deposit

Agrani Bank Ltd 2338230
United Commercial Bank Ltd.003862
Social Islami Bank Ltd.0008417
United Commercial Bank Ltd.006291
Standard Bank Ltd.31010
Agrani Bank Ltd 2338234
BASIC Bank 0003594
BASIC Bank 0004870
BASIC Bank 0000969
BRAC Bank 21001
NRBC Bank 00066
City Bank 67001
AL-Arafah Islami Bank 83658
Pubali Bank 4008809
Janata Bank Ltd.377896
SBAC 017241000008511.FDR NO 2064
SBAC 01242000012461.FDR NO 1067
SBAC 01242000013076.FDR NO 1073

5.00 Inventories

Opening Inventory

Adjustment during the year

Restated opening balance

Add: Purchase during the year

Total Inventory was available for use

Less: Consumption

Closing Inventory

Amount in Taka	
30 June 2020	30 June 2019
1,116,341,022	959,527,906
25,464,154,221	156,813,116
26,580,495,243	1,116,341,022
-	-
26,580,495,243	1,116,341,022
1,459,496,425	366,686,435
25,120,998,818	749,654,587

34,649,257	32,967,894
4,329,934	4,058,202
2,820,875	2,620,414
7,874,779	7,315,168
8,435,664	7,746,765
12,009,503	11,426,739
8,933,208	8,502,101
5,133,640	4,886,908
12,440,396	11,814,418
5,000,000	-
7,500,000	-
10,000,000	-
5,155,873	-
5,000,000	-
7,994,597	7,606,536
3,604,991	3,443,082
3,834,251	3,647,189
4,104,508	3,904,091
148,821,477	109,939,507

10,888,801	17,542,254
-	-
10,888,801	17,542,254
631,000	1,625,870
11,519,801	19,168,124
1,904,918	8,279,323
9,614,883	10,888,801



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	Amount in Taka	
	30 June 2020	30 June 2019
6.00 Accounts Receivable		
Opening Balance	89,559,795	81,458,794
Add: Billing during the Period	65,399,110	38,774,081
	154,958,905	120,232,875
Less: Collection during the period	55,266,359	30,673,080
Closing Balance	99,692,546	89,559,795
7.00 Advance, Deposits & Pre-Payments		
Advance against Expenses (Note 7.01)	3,334,707	2,403,519
Advance against Salary	-	-
	3,334,707	2,403,519
7.01 Advance against Expenses		
Opening Balance	2,403,519	2,033,653
Add: disbursement during the year	2,599,510	2,808,175
	5,003,029	4,841,828
Less: Collection during the period	1,668,322	2,438,309
Closing Balance	3,334,707	2,403,519
8.00 Advance Income Tax		
Opening	9,959,464	8,345,398
AIT Against Bank Interest	1,069,229	767,244
AIT Against F.D.R Interest	1,054,022	846,822
	12,082,715	9,959,464
9.00 Cash & Cash Equivalent		
Janata Bank Ltd. -433021514	10,959,078	2,749,884
Dutch Bangla Bank -120.120.1974	2,028,477	416,600
Dutch Bangla Bank -1201200006872	1,659,385	-
Dutch Bangla Bank -1201200010146	391,737	-
Bank Asia -2536000078	3,470,156	38,517
Pubali Bank-886102000425	166,864	162,485
Janata Bank-436001018	5,610,042	2,093,330
Janata Bank-436001075	113,744,029	105,073,796
Agrani Bank-0200002137401	266,607	258,870
Mercantile Bank-12113114710476,New-012113100000528	2,627,477	2,271,536
BASIC Bank -4216-01-0000046	2,755,645	2,174,861
UCBL-001613200000367,New-0161301000000091	190,628	62,625



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	Amount in Taka	
	30 June 2020	30 June 2019
Dutch Bangla Bank -120.120.3214	4,758,115	4,198,987
Southeast Bank-1113100001487	17,593,759	17,195,977
Janata Bank-436001091	25,409,887	24,491,461
City Bank 4852871267001	833	-
Trust Bank-400320000255	886,636	875,934
Pubali Bank-886102000430	5,225,248	5,072,303
Premier Bank-11313100001076	1,864,273	1,828,245
Union Bank Ltd-0191210000105 (open 17-18)	44,042	15,138
Pubali Bank -98102001105	2,153,986	70,425
Pubali Bank -981021090	15,976,276	15,495,269
UCBL-1613200000315	1,027,576	1,008,558
Bank Asia -15636000057	6,790,335	6,156,038
IFIC Bank-4060416592041	3,835,141	2,599,137
IFIC Bank-4060372940041	322,822	313,214
IFIC Bank-4067682161041 (A/C open FY 2014-2015)	1,106,199	1,072,510
IFIC Bank-0170265361041	438,317	-
IFIC Bank-0170172657041 (A/C open FY 2017-2018)	21,734,652	20,879,500
Standard Bank Ltd.836000999	1,694,720	1,637,137
BASIC Bank-516010000876	8,958,420	6,925,698
BASIC Bank-0516-01-0000759	5,155,648	4,985,528
Dutch Bangla Bank -120.120.3413	41,648,653	53,989,751
BASIC Bank-4216-01-0000067	16,415,311	8,492,423
Dhaka Bank-502150232	1,710,136	1,421,230
Mercantile Bank-12113100000275	5,892,087	5,772,681
Eastern Bank-2001360117017 (a/c open 23 june2015)	3,442,924	3,356,943
SBAC 0006130000312 .Old-01130000026655	6,239,487	6,046,850
First Security Islami Bank-01161290009 (open 2015-2016)	1,385,992	1,108,749
First Security Islami Bank-011613100000919	95,995	-
IFIC Bank-4067093938041 (open 2016-2017)	996,922	687,941
AL-Arafah Islami Bank -0961220000293 (open 16-17)	715,601	2,880,737
NRB Global Bank -0113000142777 (open 16-17)	363,496	180,177
Modhumoti Bank Ltd-1118135000009 (open 16-17)	594,537	404,445
Dutch Bangla Bank 1201200006872 (open 16-17)	1,659,385	204,869
NRBC-013136000000014 (open 17-18)	585,347	290,975
The Padma Bank Ltd-0113000253870	516,870	252,187
EXIM Bank Ltd -04311100181251 (open 17-18)	835,039	524,305
Shahjalal Islami Bank -110113100000580 (open 17-18)	524,522	271,637
Midland Bank 0023-1090000398	202,261	-





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Bangladesh Commerce Bank Ltd.
Bangladesh Development Bank 052024000023
Social islami bank ltd-14913600000163
One Bank A/C- 0533000000463
National Bank Ltd.1066002252485 (open 17-18)

Amount in Taka	
30 June 2020	30 June 2019
348,952	93,870
9,390	-
1,584,405	79,553
321,988	18,073
965,978	518,266
355,902,289	316,719,223

10.00 Capital Fund

Opening Capital Fund
Addition During the year
Adjustment during the year

1,139,925,841	983,180,933
5,631,431,000	156,744,908
-	-
6,771,356,841	1,139,925,841

11.00 Retained Earnings

Opening Retained Earnings
Add: Net Profit (loss) during the year

138,195,246	97,409,061
(1,004,295,003)	40,786,186
(866,099,757)	138,195,246

12.00 Long Term Loan

ADB Loan
JICA Loan
Govt. Loan

5,186,956,000	-
10,891,018,000	-
3,754,287,000	-
19,832,261,000	-

13.00 Provision For Audit Fee

Opening Balance
Add: Addition During The Year

119,475	175,000
46,000	46,000
165,475	221,000

Less : Adjustment During The Year

-	101,525
165,475	119,475

14.00 Provision for Bad Debts

Opening balance of Provision for Bad Debts
Add: Addition during the year
Less Adjustment During The Year

10,017,283	9,975,950
743,814	41,333
-	-
10,761,097	10,017,283





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Chartered Accountants

15.00 Accounts Payable

Sahil builders Engineering & Electric corporation
Ali auto gear
M/S Dhaka sanitary store
Master Simex Ltd
Hizazi Enterprise
M/S Jihan traders
M/S Samrat Store
M/S Apu Enterprise
Md. Arshad
A&A Enterprise
M/S Afzal Traders
Razu Electric works
Audit Fees Payable
Computer Palace
Sultan Enterprise
IDEA
S.K Moinul Hoq Mithu
Khulna Eclectic Watch
Modern Eclectic & Refrigerator
Sahil Builders & Engineering Electric
Bangcom Telecom Ltd.
JR Trading
Nahar Engineering Workshop
Md. Ishak
M.A Computer
B & B Traders
Najbel Engineering & Tec. Ltd.

Amount in Taka	
30 June 2020	30 June 2019
18,666	18,666
5,539	5,539
202,968	155,869
20,800	-
58,650	-
30,003	-
10,471	-
32,306	-
55,323	-
5,598	-
-	9,683
4,245	2,134
-	175,000
-	19,060
889,379	-
8,350	8,350
115,193	130,560
34,100	34,100
4,494	4,494
-	18,666
-	7,835
11,049	33,345
1,720	1,720
385,457	70,457
4,100	62,233
-	4,972
104,368	104,368
2,002,779	867,051

16.00 Govt. Grant Against-Street Hydrant & HTW

Water Grant
Street Hydrant & Hand Tube well
Capital Grant

-	-
155,000,000	155,000,000
-	-
155,000,000	155,000,000

17.00 Bank & FDR Interest

Bank Interest
F.D.R Interest

9,408,173	6,581,924
7,465,493	6,059,983
16,873,666	12,641,907





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18.00 Operating Exp. (Salary, Wages & Others)

Basic Salary
House Rent
Medical Allowance
Conveyance
Honorarium (Chairman, Medical retainer, Imam)
Washing Allowance
Tiffin Allowance
Education Allowance
CPF Contribution
Gratuity
Leave Encashment
Rest & Recreation Allowance
Festival Bonus
Overtime
Mobile & Telephone Allowance
Electricity, Water & Gas Allowance
Dearness Allowance
Other Allowance
Entertainment
Payment to PM Welfare Fund
Out Sourcing/Security
Car maintenance expense for DMD (F&A)
Master roll Salary
Boisakhi Allowance

Amount in Taka	
30 June 2020	30 June 2019

40,067,580	37,778,241
17,473,012	17,407,865
3,416,613	3,487,903
512,708	532,504
473,600	312,000
120,070	126,567
344,220	358,977
1,163,500	1,171,354
3,353,511	3,253,386
3,295,129	-
1,300,680	-
1,634,870	516,260
6,327,530	6,271,685
981,734	202,150
121,140	102,871
619,200	619,200
23,832	23,832
8,000	-
33,000	30,300
136,000	-
5,932,213	3,837,900
455,645	200,000
11,345,500	11,416,500
585,410	575,972
99,724,697	88,225,467

19.00 Power & Electricity Bill

Electricity bill
Fuel & Oil

41,373,840	27,443,495
2,363,548	1,697,104
43,737,388	29,140,599

20.00 Repair & Maintenance

Vehicle repair & maintenance
Machine repair & maintenance
Computer repair
Pipe line repair
Equipment & Tools Repair & Maintenance
Meter repair & Maintenance

474,132	394,413
318,404	874,792
411,449	169,506
1,101,089	507,634
888,793	1,808,386
5,544,356	2,023,932
8,738,223	5,778,663





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Chartered Accountants

21.00 Administrative Expenses

Entertainment
Telephone, Fax, Internet
Postage & Telegram
Office Maintenance
Books & Periodicals
Training workshop Seminar & Research
Sports & Culture
Printing & Stationary
Computer Billing Expenses
Legal Expenses
Uniform for Employees
Accidental Grant
Bank Charge
FDR Bank Charge & Excise Duty
Expenses for revenue collection
License fee, Tax, Token
Water Quality Test
Advertisement
Municipal Tax
TA/DA
Board Meeting (Honorarium)
Bad Debt Expenses
Chemical Purchase
Others
Conveyance
Audit Fee
Depreciation

Amount in Taka	
30 June 2020	30 June 2019
174,904	124,747
581,390	493,873
29,359	35,400
127,410	144,922
25,000	2,356
139,129	38,680
278,143	225,190
307,407	198,913
293,909	212,757
47,200	38,500
235,788	16,673
20,000	10,000
253,579	219,153
29,500	29,500
69,614	130,345
161,717	42,859
183,458	69,723
867,263	399,329
456,993	231,945
764,023	625,559
774,540	1,668,223
743,813	41,333
121,903	29,400
158,803	172,751
58,980	123,080
46,000	46,000
1,092,809,990	38,431,814
1,099,759,815	43,803,025





Khulna Water Supply & Sewerage Authority (KWASA)
Schedule of Property, Plant & Equipment
As at 30 June 2020

Annexure-A

(a) Property, plant and equipment:

SL No	Particulars	Cost			Rate	Depreciation				W.D.V as on 30.06.2020	
		Balance as on 01.07.2019	Addition for the period	Disposal/ Transfer		Total as on 30.06.2020	Balance as on 01.07.2019	Charged for the period	Adjust. / Transfer		Total as on 30.06.2020
		A	B	C	D = (A+B-C)	E	F	G = (D-E)*E	H	I	J = (D-I)
01	Land & Development	74,692,793	986,664,000	-	1,061,356,793	0%	-	-	-	-	1,061,356,793
02	Building	20,384,413	5,865,532,101	-	5,885,916,514	2.0%	5,277,916	117,612,772	-	122,890,688	5,763,025,826
03	Plant & Machinery	965,290,458	18,523,036,000	-	19,488,326,458	5.0%	331,507,656	957,840,940	-	1,289,348,596	18,198,977,862
04	Sewerage	11,000,000	-	-	11,000,000	10%	7,548,084	345,192	-	7,893,276	3,106,724
05	Vehicles	26,179,550	45,107,151	-	71,286,701	20%	12,718,537	11,713,633	-	24,432,170	46,854,531
06	Furniture & Fixture	3,679,704	10,120,969	-	13,800,673	10%	2,119,946	1,168,073	-	3,288,019	10,512,654
07	Equipment	15,114,104	33,694,000	-	48,808,104	10%	7,514,296	4,129,381	-	11,643,677	37,164,427
	30 June 2020	1,116,341,022	25,464,154,221	-	26,580,495,243		366,686,435	1,092,809,990	-	1,459,496,425	25,120,998,818
	30 June 2019	959,527,906	156,813,116	-	1,116,341,022		328,254,621	38,431,814	-	366,686,435	749,654,587



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