

## CITY SERVICES HALF-YEARLY FINANCIAL REPORT: 1 APRIL 30 SEPTEMBER 2010

A more detailed report can be found on the AVNet

This report covers the period 1 April to 30 September 2010. This year, 2010/11, City Services started with a balance of Rs 277.00 lakhs. Income totaled Rs 351.73 lakhs, while disbursements totaled Rs 404.71 lakhs. City Services, therefore, ended the reporting period with a positive balance of Rs 224.03 lakhs.

1 April to 30 September 2010	Amount (in Rs lakhs)
CF Opening Balance	277.01
Unspecified Income	323.91
Specified Income	27.84
<b>Income to Date</b>	<b>351.75</b>
<b>Total Available Income (Income to Date + O.B.)</b>	<b>628.76</b>
Disbursements	404.71
<b>Closing Balance</b>	<b>224.03</b>

Of the income received, 92% was unspecified and 8% was specified. The City Services Budget is restricted by the type of funding that it receives. We cannot allocate specified funds as we wish or necessarily need. Specified funds are funds that the contributor states must go for a specific activity. We can only allocate those funds that are unspecified, meaning that they can be used for purposes within Auroville that are approved by the FAMC. Additionally, not all specified income is reported to City Services. Consequently the figures presented here may not reflect all income and expenses that are related to activities funded by City Services.

**April to September 2010 Income.** Compared with the same period in 2009, income in 2010 increased by 5%. This increase, however, is artificial because it results from the Government of India grant, a portion of which happened to be transferred earlier this year. Without this there would be no increase.

The difference between last year's and this year's income for Guest Houses & Guests and Individuals is because previously contributions from guests not staying in an Auroville Guest House (called 'Additional Guest Contributions' in the details table below) was counted under the Individuals category. This is also why the Individuals category shows a decline. In fact, if these contributions had not been shifted there would be no change in Guest Houses and only a 2.5% decline in individuals.

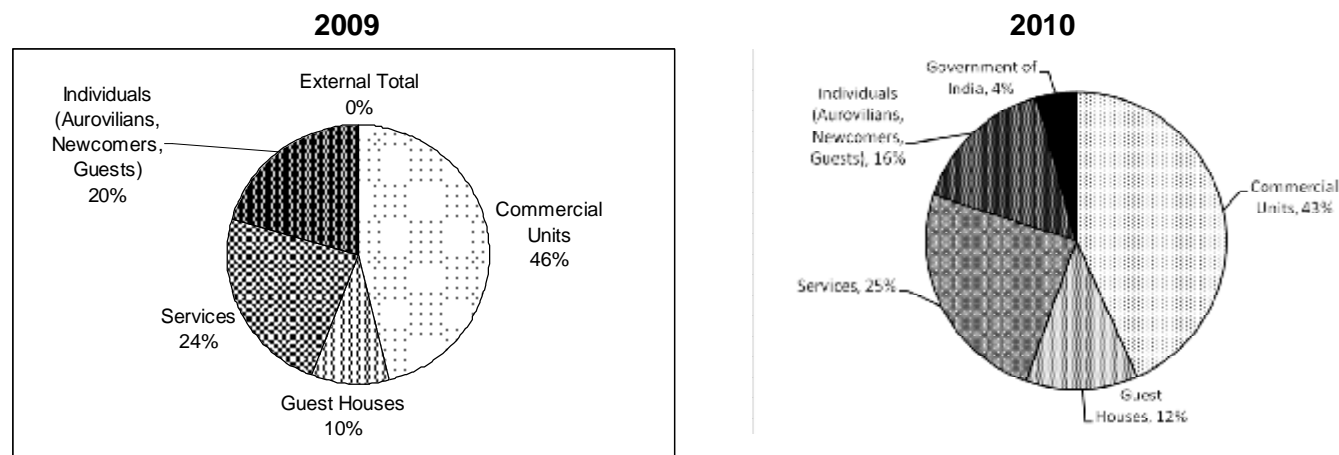
### Income by Source: April to September Comparison (in Rs. Lakhs)

Source	2009/10	2010/11	Change	% Change
Commercial Units	154.65	152.50	-2.15	-1%
Guest Houses & Guests	32.66	42.48	9.82	30%
Services	79.45	86.46	7.01	9%
Individuals (Aurovilians, Newcomers)	68.66	55.32	-13.34	-19%
<b>Internal Total</b>	<b>335.41</b>	<b>336.75</b>	<b>1.34</b>	<b>0%</b>
Government of India	0	15.00		
Project Contributions	0			
Foreign Contributions	0			
<b>External Total</b>	<b>0</b>	<b>15.00</b>	<b>15.00</b>	
<b>Grand Total</b>	<b>335.41</b>	<b>351.75</b>	<b>16.34</b>	<b>5%</b>

### Distribution of Income

**Sources.** During this reporting period 96% of the income for City Services was generated internally. Commercial units remained the most important source of income, accounting for 43% of the total income received. Services (largely Financial Services) accounted for 25% of the income; Guest Houses, 12%; Individuals (Aurovilians, Newcomers, and Guests), 16%. And the Government of India, 4%.

## Distribution of Income by Source April to September



### Disbursements

During this reporting period, City Services disbursed Rs 404.71 lakhs. Compared to the same period last year, total disbursements increased by 6% (Rs 23.00 lakhs), maintenances<sup>1</sup> (i.e., voluntary worker stipends) increased by 17.8% (Rs 31.79 lakhs), and maintenance plus in-kind maintenances increased by 13.1% (Rs 27.87 lakhs)<sup>2</sup>. Of the total amount disbursed, 60% was maintenance related.

### Summary of Disbursements: Year to Year Comparison (in Rs. lakhs)

Type of Disbursement	2009/10	2010/11	Increase from Previous Year	% increase
Budgeted Disbursements from Unspecified Funds	353.79	376.89	23.10	6.5%
Specified Disbursements	27.92	27.84	-0.08	-0.3%
<b>Total Disbursements</b>	<b>381.71</b>	<b>404.73</b>	<b>23.02</b>	<b>6.0%</b>
Maintenances	178.72	210.51	31.79	17.8%
Maintenances & In-Kind Maintenances	213.46	241.33	27.87	13.1%

### Budget

The 2010/11 City Services budget, totaling Rs. 837.60 lakhs was approved by the FAMC in March 2010. Of this amount, Rs. 50.00 lakhs was approved for one time Capital Grants. By September 30<sup>th</sup>, the half-way point of our financial year, the BCC had received Rs. 323.91 lakhs in unspecified income (40% of the projected unspecified income) and had disbursed Rs. 376.89 lakhs of the budget (45% of the budgeted expenses).

The two tables below entitled "Projected vs. Received Income, April to September 2010" and "Disbursements by Main Headings, April to September 2010" compare the budgets with actual income and disbursements. More detailed tables are presented on the AVNet under Budget Coordination Committee.

<sup>1</sup> Maintenances include: Maintenances, Children's Maintenances, Children's Nutrition, Personal Support, Lunch Scheme, and Pour Tous Scheme.

<sup>2</sup> Maintenance plus in-kind maintenances include: Maintenances, Children's Maintenances, Personal Support, Lunch Scheme, Children's Nutrition, Freestore, Pour Tous Distribution Center, Housing Repair Service, Dental Center, Electrical Subsidy, Health Services, and Vehicle Repair Service.

**Projected vs. Received Income, April to September 2010**

Heading	Projected Unspecified Income	Received Unspecified Income	Projected Unspecified Income Remaining to be Received	% Unspecified Remaining to be Received	Specified Income	Total Income Received
Commercial Units	31,739,362	13,218,948	18,520,414	58%	2,031,226	15,250,174
Guest Houses	11,767,977	4,183,665	7,584,312	64%	64,001	4,247,666
Other Services	21,738,717	8,348,540	13,390,177	62%	297,000	8,645,540
Individuals (Aurovilians, Newcomers, Guests)	11,789,882	5,139,939	6,649,943	56%	390,065	5,530,004
<b>Total Internal</b>	<b>77,035,938</b>	<b>30,891,092</b>	<b>46,144,846</b>	<b>60%</b>	<b>2,782,292</b>	<b>33,673,384</b>
External	5,000,000	1,500,000	3,500,000	70%	0	1,500,000
<b>Grand Total</b>	<b>82,035,938</b>	<b>32,391,092</b>	<b>49,644,846</b>	<b>61%</b>	<b>2,782,292</b>	<b>35,173,384</b>

**Disbursements by Main Headings, April to September 2010**

Heading	Budget	Budget Disbursed	Budget Remaining	% Budget Remaining	Specified Disbursed	Total Disbursed (Budgeted & Specified)	% of Total Disbursed
Education	17,899,357	8,160,561	9,747,281	54%	1,242,514	9,403,075	23%
Children & Youth	9,678,691	4,820,911	4,857,780	50%	38,712	4,859,623	12%
Village Education	7,122,014	3,482,928	3,639,086	51%	131,099	3,614,027	9%
Farms & Forests	7,407,898	3,421,616	4,064,896	55%	159,000	3,580,616	9%
Organization	7,349,732	3,346,761	4,002,970	54%	3,000	3,349,761	8%
Health	5,594,806	2,489,058	3,105,748	56%	176,000	2,665,058	7%
Social Services	5,338,633	1,941,491	3,397,142	64%	445,642	2,387,133	6%
Culture & Sports	3,794,966	1,959,506	1,835,460	48%	169,701	2,129,207	5%
Prosperity Services	3,837,469	1,847,830	1,989,639	52%	6,000	1,853,830	5%
Security	2,777,484	1,392,494	1,384,990	50%	114,000	1,506,494	4%
Land	2,065,642	1,385,783	679,859	33%	-47,000	1,338,783	3%
Outreach	2,022,934	818,204	1,204,730	60%	108,322	926,526	2%
Matrimandir	1,370,928	797,093	573,835	42%	129,000	926,093	2%
Housing	1,853,720	909,308	944,413	51%	-	909,308	2%
City Planning	978,100	455,170	522,930	53%	-	455,170	1%
Roads, Cycle Paths, & Transport	898,818	317,813	581,005	65%	57,502	375,315	1%
Utilities	230,077	55,658	174,419	76%	48,800	104,458	0%
Projects	182,380	86,626	95,754	53%	-	86,626	0%
Contingency	3,357,250	-	3,357,250	100%	-	-	0%
<b>Total</b>	<b>83,760,899</b>	<b>37,688,812</b>	<b>46,159,186</b>	<b>55%</b>	<b>2,782,292</b>	<b>40,471,104</b>	<b>100%</b>

## **City Services Reserves**

The reserves as of 1 April totaled Rs. 277 lakhs. As of September 30<sup>th</sup>, reserves had fallen by Rs. 53 lakhs to Rs. 224 lakhs. One time capital grant disbursements account for Rs. 11 lakhs of the decline; the remaining Rs. 42 lakhs has resulted because recurrent expenditures exceeded income.

Our gratuity liability is about Rs. 27.9 lakhs; hence our effective reserves total about Rs. 196 lakhs. Our City disbursements averaged approximately Rs. 63 lakhs per month; consequently the reserves represent 3 months of our budget.

It is important to note that these reserves do not sit idly in our accounts. They are used to facilitate loans and constitute part of Auroville's total reserves which are invested and earn income to support our City.