

Revenue

Revenue is the amount of money that is brought into a company by its revenue generating commercial / semi commercial activities. In the case of government, revenue is the money received from taxation, fees, fines, inter-governmental grants or transfers, securities sales, mineral rights and resource rights, as well as any sales that are made. Tea Board is not a profit making organization but earns marginal revenue from different sources.

Following are a few areas through which Tea Board earns Revenue:

- **Grant from Government**

The major function of the various Plan Schemes run by the Board is to provide Subsidies to the various Tea Estates for the growth of the Tea Industry. The fund for various schemes are received by the Board in its Nodal Bank Account and then the same are disbursed to the various scheme's bank accounts.

Funds received from Government are specified funds for specified purposes. These may be revenue or capital fund and could be utilized either for North-Eastern region (NE) or Other than North-Eastern region (ONE) as per the purpose for which the Funds have been received.

As Tea Board receives Grants from Government and disburses it to various schemes which in turn is disbursed to various Regional Offices, therefore keeping a track of Funds received & disbursed is of prime importance. All the Fund received from government is to be reconciled with the amount disbursed on a monthly basis.

Any amount which is unspent at the end of a particular financial year is shown as a liability/returned to the Ministry as per the terms & conditions of funds received.

Journal Entries

When Funds are received in the Nodal Bank Account

Nodal Bank Account Dr

To Funds Received from Government A/c

(Being Grants Received from Government)

When the same funds are being disbursed to the various schemes

Scheme Bank A/c Dr

To Nodal bank A/c

(Being funds disbursed)

BANK INTEREST

Bank Interest is the amount received by the Board on the amount of money it has in its Bank Account.

Journal Entries

When interest is received:

Bank A/c Dr.

To Bank Interest Received A/c

When Income is transferred to Income Expenditure A/c:

Bank Interest Received A/c Dr

To Income & Expenditure A/c