



प्रधान महालेखाकार (लेखापरीक्षा)  
झारखण्ड का कार्यालय, राँची - 834002  
OFFICE OF THE  
PRINCIPAL ACCOUNTANT GENERAL (AUDIT),  
JHARKHAND, RANCHI - 834002

No.FINAT-II/IV/11/NHP/18-19/170

Dated: 31/05/2019

To

Sr. Joint Commissioner, National Hydrology Project,  
Ministry of Water Resources, Govt. of India,  
River Development & Ganga Rejuvenation,  
232, 2<sup>nd</sup> Floor, Block No. 3,  
CGO Complex, New Delhi-110003.

Subject: Audit Certificate in respect of World Bank Assisted National Hydrology Project;  
Loan No. 8725-IN for the year 2018-19.

Sir,

I am to invite a reference to letter no.-55/Ranchi, dated-12/04/19 of O/o the Executive Engineer, NHP, Water Resources Department, Govt. of Jharkhand, and to enclose the Audit Certificate of National Hydrology Project; Loan No. 8725-IN for the year 2018-19.

Receipt of this letter may please be acknowledged.

Enclosure:

1. Audit Report (Annexure-IV).
2. Annexure-I, II & III

Yours faithfully,

Sd/-

Sr. Deputy Accountant General/Admn.

Memo No. FINAT-II/IV/11/NHP/18-19/171-173

Dated: 31/05/2019

Copy along with a copy of Audit Certificate forwarded for information and necessary action to:

- ✓ 1. Executive Engineer, National Hydrology Project, Water Resource Department, Govt. of Jharkhand, Jal Bhawan, Room No. 204, Doranda, Ranchi-834002.
2. The Secretary, Ministry of Finance, Department of Expenditure, North Block, New Delhi - 110001.
3. Sr. Administrative Officer (PPG-EAP), O/o the Comptroller & Auditor General of India, 9- Deen Dayal Upadhyay Marg, New Delhi - 110124.

  
31/05/2019  
Sr. Audit Officer/FINAT-II



प्रधान महालेखाकार (लेखापरीक्षा)  
झारखण्ड का कार्यालय, राँची - 834002

OFFICE OF THE  
PRINCIPAL ACCOUNTANT GENERAL (AUDIT),  
JHARKHAND, RANCHI - 834002

Report of the Comptroller and Auditor General of India

Sr. Joint Commissioner, National Hydrology Project,  
Ministry of Water Resources, Govt. of India,  
River Development & Ganga Rejuvenation,  
232, 2<sup>nd</sup> Floor, Block No. 3, CGO Complex, New Delhi-110003

**Report on the Project Financial Statement:**

We have audited the accompanying financial statements of the **World Bank Assisted "National Hydrology Project; Loan No. 8725-IN"**, which comprise the Statement of Sources and Applications of Funds and the Reconciliation of Claims to Total Applications of Funds for the year ended **2018-19**. These statements are the responsibility of the Project's Management. Our responsibility is to express an opinion on the accompanying financial statements presentation, based on our audit.


We conducted our audit in accordance with Auditing Standards Promulgated by the Comptroller & Auditor General of India. Those Standards require that we plan and perform the audit to obtain reasonable assurance as to whether the financial statements are free of material misstatement. Our audit examines, on a test basis, evidence supporting the amounts and disclosures in the financial statements. It also includes assessing the accounting principles used and significant estimates made by management as well as evaluating the overall statement presentation. We believe that audit provides a reasonable basis for our opinion.

In our opinion, the financial statements present fairly, in all material respects, the Sources and Applications of funds of **World Bank Assisted "National Hydrology Project; Loan No. 8725-IN"** for the year **2018-19** in accordance with Government of India accounting standards.

In addition, in our opinion,

- (a) With respect to Statement of Expenditure (SOEs), adequate supporting documentation has been maintained to support claims to the World Bank for reimbursements of expenditures incurred; and
- (b) Except for ineligible expenditures as detailed in the audit observations, if any, appended to this audit report, expenditures are eligible for financing under the Loan/Credit Agreement. During the course of the audit SOEs/FMRs (vide Letter No. 55/Ranchi, dated-12/04/2019 of O/o the Executive Engineer, NHP, Water Resources Department, Govt. of Jharkhand for the amount of Rs. 11,90,381.00 was provided of which actual audited expenditure is Rs. 11,90,381.00 whose hundred percent (100%) of expenditure i.e. Rs. 11,90,381.00 is admissible for reimbursement) and the connected documents were examined and these can be relied upon to support reimbursement under the Loan/Credit Agreement.

This report is issued without prejudice to CAG's right to incorporate the audit observations in the Report of CAG of India for being laid down before Parliament/State or UT Legislature.

  
Sr. Deputy Accountant General/Admn.  
Date: 31.05.2019



**Statement of Sources and Applications of Funds**

Name of the project: National Hydrology Project (NIIP)  
 Loan No. 8725-IN  
 Report for the year ended: 2018-19

			In Rs.
Particulars	Current Year	Previous Year	Project of date
Opening balance, ( if cash balance are controlled by the entry) (A)	37273671.36	10000000.00	
<b>Receipts</b>			
Funds received from Government through Budget ( These will include external assistance received by Government for the project.)	Nil	Nil	Nil
Funds received directly by Project implementing Authority through external assistance	Nil	26600000.00	36600000.00
Beneficiary Contribution ( if any)	Nil	Nil	Nil
Interest ( By Bank )	1510322.72	1027026.36	2537349.08
Other Receipt (Tender Fee etc.)	66144.00	Nil	66144.00
<b>Total Receipts (B)</b>	<b>1576466.72</b>	<b>1027026.36</b>	<b>2603493.08</b>
<b>Total Sources (C= A+B)</b>	<b>38850138.08</b>	<b>37627026.36</b>	<b>39203493.08</b>
<b>Expenditures by Component</b>			
A.	932400.00	Nil	932400.00
B.	Nil	Nil	Nil
C.	Nil	Nil	Nil
D.	257981.00	353355.00	611336.00
<b>Total Expenditure (E)</b>	<b>1190381.00</b>	<b>353355.00</b>	<b>1543736.00</b>
<b>Fund deposit in Consolidated Fund of India (CFI) (F)</b>	<b>1027026.00</b>	<b>Nil</b>	<b>1027026.00</b>
<b>Closing Balance, ( if cash balance are controlled by the entry) (C-E-F)</b>	<b>36632731.08</b>	<b>37273671.36</b>	

**Notes:**

- Information about the basis of preparation of the financial statements with regard to the Financial Rules and Codes applicable.
- The above figures will be based on monthly/quaterly abstract accounts prepared by the accounts compiling office, duly reconciled by the respective DDOs, with details of unreconciled amount to be furnished.
- Names of accounting units whose financial statements are aggregated to prepare the consolidated accounts.
- Any other project specific Note.

प्रमण्डल स्तर पर पदाधिकारी  
 समग्र योजना अन्वेषण एवं जल विज्ञान  
 संकल्प संख्या - 2, रांची, झारखण्ड

कार्यपालक अभियंता  
 समग्र योजना अन्वेषण एवं जल विज्ञान  
 प्रमंडल सं-2, जल संसाधन विभाग  
 रांची, झारखण्ड, रांची-834002

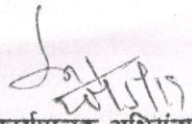


# Reconciliation of Claims to Total Application of Funds

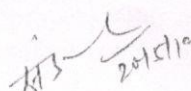
Annexure 2

Name of the Project : NHP  
Loan No.- 87251N  
Report for the year ended : 2018-19

Particulars	Schedules	Amount (in Rs.)		
		Current Year	Previous Year	Project to date
Bank Fund claimed during the year (A)	I	595190.50	176677.50	771868.00
Total Expenditure made during the year (B)		1190381.00	353355.00	1543736.00
Less: Outstanding AC Bills (C)	II	NIC	NIC	NIC
Ineligible expenditures (D)	III	NIC	NIC	NIC
Expenditure not claimed (E)	IV	NIC	NIC	NIC
Total Eligible Expenditures claimed F=(B)-(C)-(D)-(E)		1190381.00	353355.00	1543736.00
World Bank Share @50% of (F) above (G)		595190.50	176677.50	771868.00

  
कार्यपालक अभियंता  
समग्र योजना अन्वेषण एवं जल विज्ञान  
प्रमंडल सं-2, जल संसाधन विभाग  
जल भवन, डोरण्डा, राँची-834002  
20/5/19

Date: 20/5/19

  
Chief Engineer  
Project Director M.P. & Hydrology  
-cum-  
Nodal Officer, N.H.P.  
Jharkhand, Ranchi-834002  
Date: 20/5/19

## Notes:

1. Total expenditure made during the year (B above) must be the same as the Total Expenditures shown on the Statement of Sources and Applications of Funds (D) on the statement of Sources and Applications of Funds).
2. Outstanding AC Bills (C above) reflect funds drawn against AC bills that have been booked as expenditure but not settled by the end of the year (i.e. unsettled advance). The project should show in Schedule II the opening balance of unsettled AC bills drawn during the year, AC bills settled during the year, and AC bills unsettled at the end of the year.
3. Expenditures not claimed (E above) may reflect timing differences for eligible expenditure incurred during the year but claimed after the year end.
4. Amounts A and G above must be equal.



Office of the Executive Engineer  
Master Planning Investigation & Hydrology Div. No.-2  
Jal Bhawan, Room No. 204, Doranda, Ranchi-834002

Date- 20.05.2019

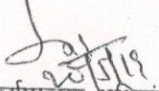
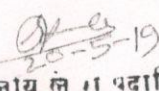
Management Assertion Letter<sup>1</sup>

To

The Accountant General (Audit),  
 Office of the Accountant General (Audit),  
 Jharkhand, Ranchi – 834002.

This assertion letter is provided in connection with your audit of the financial statements of the **National Hydrology Project** for the year ended **31<sup>st</sup> March 2019**. We acknowledge our responsibility for the fair presentation of the financial statements in accordance with the cash basis of accounting followed by the Government of India, and we confirm, to the best of our knowledge and belief, the following representations made to you during your audit:

- The project financial statements are free of material misstatements, including omissions.
- Project funds have been used for the purposes for which they were provided.
- Project expenditures are eligible for financing under the Loan/Credit agreement.
- There have been no irregularities involving management or employees who have a significant role in internal control or that could have a material effect on the project financial statements.
- We have made available to you all books of account and supporting documentation relating to the project.
- The project has complied with the conditions of all relevant legal agreements, including the Financing Agreement, the Project Appraisal Document, the Minutes of Negotiations and the Borrower's project Implementation Plan.

  
 कार्यपालक अभियंता  
 समग्र योजना अन्वेषण एवं जल विज्ञान  
 प्रमंडल सं०-2, जल संसाधन विभाग  
 (Senior Financial Officer) 204, Doranda, Ranchi-834002  
 20/05/19  
  
 प्रमंडलाध्यक्ष जल संसाधन विभाग  
 समग्र योजना अन्वेषण एवं जल विज्ञान  
 (Senior Financial Officer) 204, Doranda, Ranchi-834002  
 प्रमंडल संस्थापक

1. This sample management assertion letter is based on ISA580, "Management Representations," Handbook of International Auditing Assurance and Ethics Pronouncement, International Federation of Accountants, 2007.