

200



सत्यमेव जयते

No.

महानिदेशक, वाणिज्यक लेखा-परीक्षा
तथा पदेन सदस्य लेखा-परीक्षा बोर्ड-1, का कार्यालय,
1, काउन्सिल हाउस स्ट्रीट
कोलकाता - 700 001

OFFICE OF THE
DIRECTOR GENERAL OF COMMERCIAL AUDIT
& EX-OFFICIO MEMBER, AUDIT BOARD-1
1, COUNCIL HOUSE STREET,
KOLKATA - 700 001

/ Dated

To
The Chairman,
Damodar Valley Corporation,
DVC Towers, Kolkata

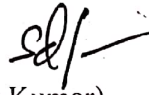
Sub: Audit Report on the Project Financial Statements of National Hydrology Project of
DVC for the year ended 31 March 2019.

Sir,

Please find the enclosed two copies of Audit Report along with the Project Financial
Statement in respect of World Bank assisted National Hydrology Project for the year ended
31 March 2019 for your necessary action.

Yours faithfully,

Enclo: As stated


(Ajoy Kumar)
Dy. Director

No. /MAB/KOL/DVC/Audit Report/NHP/2018-19/779

Dated: 13/12/2019

Copy alongwith one copy of the Project Financial Statement in respect of National
Hydrology Project for the year ended 31 March 2019 forwarded to the Director General
(Commercial-I), O/o the Comptroller & Auditor General of India, 9 Deendayal Upadhyaya
Marg, New Delhi - 110 124 for kind information

This issues with the approval the Director General.



(Ajoy Kumar)
Dy. Director
/ Telephone : महानिदेशक / Director General : 2248-9674 / उप निदेशक / Dy. Director : 2248-0379 / उप निदेशक / Dy. Director : 2262-2645
वरिष्ठ लेखा परीक्षा अधिकारी / Sr. Audit Office : 2248-5379, 2248-5600, 2248-9503, फैक्स / Fax : (033) 2243-5777
e-mail : address : mabkolkata1@cag.gov.in

199

INDIAN AUDIT AND ACCOUNTS DEPARTMENT
OFFICE OF THE DIRECTOR GENERAL OF COMMERCIAL AUDIT
& EX-OFFICIO MEMBER AUDIT BOARD-I
NO.1, COUNCIL HOUSE STREET, KOLKATA – 700 001

Audit Report - Unqualified Opinion

Report of the Comptroller and Auditor General of India

To,
The Chairman,
Damodar Valley Corporation (DVC),
DVC Towers, Kolkata - 700054.

Report on the Project Financial Statements (PFS).

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 Application of Funds in format of Interim Unaudited Financial Report (IUFR), Utilisation Certificate and Summary of Expenditures for the year ended 31 March 2019. These statements have been submitted by the Damodar Valley Corporation (DVC) to Ministry of Water Resources, River Development & Ganga Rejuvenation (MoWR, RD&GR) quarterly. These statements are the responsibility of the Project's management. Our responsibility is to express an opinion on the accompanying financial statements based on our audit.

We conducted our audit in accordance with the Auditing Standards promulgated by the Comptroller and Auditor General of India. Those Standards require that we plan and perform the audit to obtain reasonable assurance about 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 our 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 the World Bank assisted National Hydrology Project Loan No. 8725-IN for the year ended 31 March 2019, in accordance with auditing standards generally accepted in India.

In addition, in our opinion, (a) with respect to Interim Unaudited Financial Reports (IUFRs), adequate supporting documentation has been maintained to support claims to the World Bank for reimbursements of expenditures incurred; and (b) except for the ineligible expenditures as detailed in the audit observations, if any, expenditures are eligible for financing under the agreement. During the course of the audit, IUFRs and the connected


documents were examined and these can be relied upon to support reimbursement under agreement. 198

This report is issued without prejudice to Comptroller & Auditor General of India's right to incorporate the audit observations in the Report of Comptroller & Auditor General of India for being laid before Parliament/State Legislature.

Audit Observations:

The Project Financial Statement (PFS) in respect of World Bank assisted National Hydrology Project Loan No. 8725-IN for the year 2018-19, furnished by Damodar Valley Corporation (DVC) disclosed a total expenditure of ₹ 12375222.00. The details of the total expenditure of ₹ 12375222.00 which has been admitted in audit as indicated below:

Sl. No.	Component	Total Expenditure incurred (as per PFS)	Not admitted in audit	(Amount in ₹)
				Admitted in audit
1	2	3	4	5=(3-4)
1.	Component A	9565045.00	0.00	9565045.00
2.	Component B	824748.00	0.00	824748.00
3.	Component C	83698.00	0.00	83698.00
4.	Component D	1901731.00	0.00	1901731.00
	Total	12375222.00	0.00	12375222.00


(Ajoy Kumar)
Deputy Director