

**OFFICE OF THE PRINCIPAL ACCOUNTANT GENERAL (AUDIT),
MEGHALAYA,
SHILLONG – 793001.**

NO: FINAT/2-60/2018-19/ 283

Dated. 07-12-2018

To

**The Chief Engineer (WR),
& Nodal Officer, SPMU, NHP,
Meghalaya, Shillong.**

Subject: Issue of Audit Certificate in respect of Expenditure incurred under World Bank assisted National Hydrology Project”, Loan No. 8725 – IN for the year 2016-17 & 2017-18.

Sir,

The Audit Certificate for expenditure incurred under the Project ‘National Hydrology, Loan No. 8725-IN’ for the year 2016-17 & 2017-18, are enclosed.

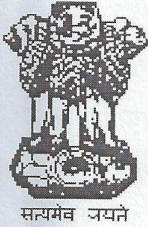
The Audit Certificates are issued without Prejudice to the rights of the Comptroller & Auditor General of India to incorporate any further/detailed audit observations, if and when made, in the Report of the Comptroller & Auditor General of India to be laid before Parliament/State Legislature.

Please acknowledge receipt.

Yours faithfully,

Nani Prakar
07/12/18

Sr. Deputy Accountant General/FINAT



**OFFICE OF THE PRINCIPAL ACCOUNTANT GENERAL (AUDIT),
MEGHALAYA,
SHILLONG – 793 001.**

To

**The Chief Engineer (WR),
& Nodal Officer, SPMU, NHP,
Meghalaya, Shillong**

Report on the Project Financial Statements

We have audited the accompanying financial statements of the National Hydrology Project financed under World Bank 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 31 March, 2017. 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 mis-statement. 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 National Hydrology Project for the year ended 31 March, 2017 in accordance with Government of India accounting standards.

In addition, in our opinion, (a) with respect to 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 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 (Loan no. 8725-IN and amount ₹ 2,99,744/-) and the connected documents were examined and these can be relied upon to support reimbursement under the Loan/Credit Agreement as per Annexure A, B, C.

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

Nai Bhalu
07/12/13.
Sr. Deputy Accountant General/FINAT.

Annexure-A

Statement showing the details of expenditure incurred i.e. category wise, component wise for the year 2016-17 in respect of World Bank assisted National Hydrology Project (Loan no. 8725 – IN)

Components	Expenditure as per IUFR ₹	Actual Expenditure as Verified in audit ₹	Expenditure Disallowed in Audit ₹	Expenditure Admitted in Audit ₹
	(A)	(B)	(C)	(D) = (B-C)
Component-A	NIL	NIL	-	-
Component-B	NIL	NIL	-	-
Component-C	NIL	NIL	-	-
Component-D	2,99,744.00	2,99,744.00	16,136.00	2,83,608.00
Total	2,99,744.00	2,99,744.00	16,136.00	2,83,608.00

		₹
Expenditure admitted in Audit	(D)	2,83,608.00
Bank Share of audited expenditure	(E) = 50% of D	1,41,804.00
Bank Share claimed as per IUFR	(F) = 50% of A	1,49,872.00
Difference in claims	(G) = (F-E)	8,068.00

Navin Bhatnagar
7/12/19
Sr. Deputy Accountant General/FINAT.

Annexure – B

Statement showing the details of disallowances made from the expenditure incurred during the year 2016-17 in respect of World Bank assisted National Hydrology Project (Loan No. 8725-IN),

District/Unit Office	Amount disallowed (₹)	Reasons for disallowance
Chief Engineer (WR) & Nodal Officer, SPMU, NHP Meghalaya, Shillong.	16,136.00	Excess drawal of T.E.

Nai Bakshi
07/12/18

Sr. Deputy Accountant General/FINAT.

Annexure – C

Statement showing the details of disallowance made from the expenditure incurred during the previous years now released during the year in respect of World Bank assisted National Hydrology Project (NHP),

Sl. No.	Name of the Division/Unit	Year of Disallowance	Amount Now Released	Balance Disallowance amount
-	-	-	-	-

Nani Balach
07/12/18

Sr. Deputy Accountant General/FINAT.