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17.01.19-Recd.

851 MAB/KOL/DVC/Audit Report/NHP/2016-17

महानिदेशक, वाणिज्यिक लेखापरीक्षा

तथा पदेन सदस्य, लेखापरीक्षा बोर्ड - I, कोलकाता का कार्यालय
शाखा : आवासीय लेखापरीक्षा कार्यालय / डी.वी.सी. (मुख्या.)
2nd फ्लोर, डी.वी.सी. टावर्स, वी. आई. पी रोड, कोलकाता - 700054

Office of the Director General of Commercial Audit
& Ex-Officio Member, Audit Board - I, Kolkata
Branch : Resident Audit Office/ DVC (HQ)
2nd Floor, DVC Towers, V.I.P Road, Kolkata - 700054

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

15 JAN 2019

Sub: Audit Report on the Project Financial Statements of National Hydrology Project of DVC for the year ended 31 March 2017.

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 2017 for your necessary action.

1620
16.01.19

Encl: As stated

52
16.01.19

Yours faithfully,

(Ajoy Kumar)
Dy. Director

TPA to M(F)
16/01/19

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 2017. 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 2017, 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.

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 2016-17, furnished by Damodar Valley Corporation (DVC) disclosed a total expenditure of ₹ 0.608 million. The details of the total expenditure of ₹ 0.608 million which has been admitted in audit as indicated below:

(Amount in ₹ million)				
Sl. No.	Component	Total Expenditure incurred (as per PFS)	Not admitted in audit	Admitted in audit
1	2	3	4	5=(3-4)
1.	Component A	0.503	0.00	0.503
2.	Component B	0.000	0.00	0.000
3.	Component C	0.000	0.00	0.000
4.	Component D	0.105	0.00	0.105
Total		0.608	0.00	0.608


(Ajoy Kumar)
Deputy Director

INDIAN AUDIT AND ACCOUNTS DEPARTMENT
OFFICE OF THE DIRECTOR GENERAL OF COMMERCIAL AUDIT
& EX-OFFICIO MEMBER AUDIT BOARD-I
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Total		0.608	0.00	0.608


(Ajoy Kumar)
Deputy Director



DAMODAR VALLEY CORPORATION
OFFICE OF THE MANAGER RESERVOIR OPERATIONS
PO: MAITHON DAM
DIST: DHANBAD (JHARKHAND), PIN: 828207
Email: samir.maji@dvc.gov.in

No.: MRO/NHP/ 2 6

Date: 13/4/17

To
The Director (HP)
Ministry of Water Resources, Govt. of India,
River Development & Ganga Rejuvenation,
National Project Unit, NHP
2nd Floor, MDSS(MTNL) Building, Rear Wing,
9, CGO Complex, Lodhi Road, New Delhi - 110003

Sub.: Revalidation of the remaining fund of FY 2016-17 in FY 2017-18


Dear Sir,

This is to inform you that we have received an amount of Rs 30.87 lakh as grants in aid from MoWR, RD & GR for the works to be taken up in FY 2016-17 under NHP. However Rs 6.08 lakh has been utilized up to 31st March 2017. Thus Rs 24.79 lakh remains unutilized, the duly filled FMG forms (table 2, 4 & 5) are enclosed herewith.

It is therefore requested to kindly revalidate the remaining fund i.e 24.79 lakh in FY 2017-18.

Yours faithfully,

Encl.: As stated.


(S.K. Maji) 13/4/17
Manager, Reservoir Operation
DVC, Maithon

प्रबंधक जलसंचयन प्रभाग
दामोदर नदी, मैथन बाँध
Manager Reservoir Operations
D.V.C., Maithon

Copy to (NIO):

1. The Executive Director (Civil), DVC, Maithan.
2. The Dy. Chief Engineer (Civil), WR, DVC, Maithan & Nodal Officer (NHP).
3. The Sr. Manager (Finance), DVC, Maithan.

FORM GFR 19-A

UTILISATION CERTIFICATE

[see Rule 212(1)]

Table 5:

Sl. No.	Letter no. and date	Amount (Rs. in Lakh)
1	X-88018/1/2016-NHP/603-616, dated 12.01.2017	30.87
	TOTAL	30.87

1. Certified that out of Rs 30,87,000.00 (Rupees Thirty Lakh Eighty Seven Thousand Only) of grants-in-aid sanctioned during the year FY: 2016-17 in favour of Damodar Valley Corporation under this Ministry / Department Letter No. X-88018/1/2016-NHP/603-616, dated 12.01.2017 given in the margin, and Rs 24,79,045.00 (Rupees Twenty Four Lakh Seventy Nine Thousand forty five Only) on account of unspent balance and Rs 0.00 (Rupees Zero) as interest accrued during the previous year, a sum of Rs. 6,07,955.00 (Rupees Six Lakh Seven Thousand Nine Hundred fifty five Only) has been utilised for the purpose of NHP Works for which it was sanctioned and that the balance of Rs. 24,79,045.00 (Rupees Twenty Four Lakh Seventy Nine Thousand forty five Only) remaining unutilized as on date 31.03.2017 will be adjusted towards Grants-in Aid payable during next year.

2. Certified that I have satisfied myself that the conditions on which the grants-in-aid was sanctioned have been duly fulfilled / are being fulfilled and that I have exercised the following checks to see that the money was actually utilised for the purpose for which it was sanctioned.

Kinds of Checks exercised:

01. Payment statement from DVC Accounts Office which is maintained in the EBA system.
02. Department payment register.
03. Bank Statement.

Signature : YS
 Designation : SE (C) & MRO
 Date : 13/4/17

प्रबंधक जलाशय प्रचालन
 दादगाँव, मैथन बाँध
 Manager Reservoir Operations
 D.V.C., Maithon

54

Format of IUFR to be submitted by Agencies to MoWR, RD & GR

Table 4: Agency wise IUFR for FY-----

Project Name: National Hydrology Project

Implementing Agency Name: Damodar Valley Corporation (DVC)

Period for which IUFR is submitted: 31st March, 2017

Amount in Rupees Million

PARTICULARS	Current Period	For the Year	CTD
SOURCES OF FUNDS			
OPENING BALANCE OF BANK	0.010	0.010	0.010
ADD: RECEIPTS FROM GOI	3.087	3.087	3.087
ADD: INTEREST	0	0	0
TOTAL SOURCE OF FUNDS	3.097	3.097	3.097
<i>Uses of funds</i>			
Component A	0.503	0.503	0.503
Component B			
Component C			
Component D	0.105	0.105	0.105
Total use of funds	0.608	0.608	0.608
<i>Closing Balance of Bank account</i>	2.489	2.489	2.489

11/10/17

सत्यमेव जयते

15/11/17
 Director, National Hydrology Project
 National Hydrology Project
 Damodar Valley Corporation, Ranchi
 Jharkhand

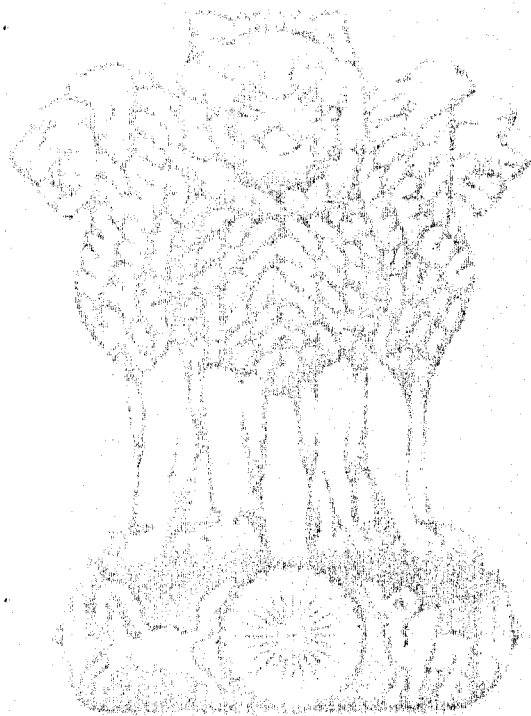
Table 2: Summary of expenditures for each implementing agency

Project Name: National Hydrology Project

Period for which IUFR is submitted: 31st March, 2017

Amount in Rupees Million

Sl. No.	Implementing agency	Opening bank balance	Receipts for the period	Payments for the period	Closing balance	Eligible expenditure	YTD	CTD
1.	DVC	0.010	3.087	0.608	2.489	0.608	0.608	0.608
	Total							



सत्यमेव जयते

प्रदेशिक जलसिंचन प्रकल्प
 दालापाणि, गिरगा बॉय
 Manager Reservoir Operations
 D.V.C., Madhya Pradesh



DAMODAR VALLEY CORPORATION
OFFICE OF THE MANAGER RESERVOIR OPERATIONS
PO: MAITHON DAM
DIST: DHANBAD (JHARKHAND), PIN: 828207
Email: samir.maji@dvc.gov.in

No.: MRO/NHP/ 2 6

Date: 13/4/17

To
The Director (HP)
Ministry of Water Resources, Govt. of India,
River Development & Ganga Rejuvenation,
National Project Unit, NHP
2nd Floor, MDSS(MTNL) Building, Rear Wing,
9, CGO Complex, Lodhi Road, New Delhi - 110003

Sub.: Revalidation of the remaining fund of FY 2016-17 in FY 2017-18


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It is therefore requested to kindly revalidate the remaining fund i.e 24.79 lakh in FY 2017-18.

Yours faithfully,

Encl.: As stated.


(S.K. Maji) 13/4
Manager, Reservoir Operation
DVC, Maithon

प्रबंधक जलसंचय प्रभाग
दामोदर, मैथन
Manager Reservoir Operations
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Copy to (NIO):

1. The Executive Director (Civil), DVC, Maithan.
2. The Dy. Chief Engineer (Civil), WR, DVC, Maithan & Nodal Officer (NHP).
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55

Annexure-III

FORM GFR 19-A

UTILISATION CERTIFICATE

[see Rule 212(1)]

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03. Bank Statement.

सत्यमेव जयते

Signature : Y.S.
 Designation : SE (C) E MRO
 Date : 13/4/17

प्रबंधक जलाशय प्रचालन
 दांढा.नि.०, मैथन बाँध
 Manager Reservoir Operations
 D.V.C., Maithon

54

Format of IUFR to be submitted by Agencies to MoWR, RD & GR

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Implementing Agency Name: Damodar Valley Corporation (DVC)

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11/10/17

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15/5
 Director, National Hydrology Project
 Damodar Valley Corporation
 DVC, Ranchi

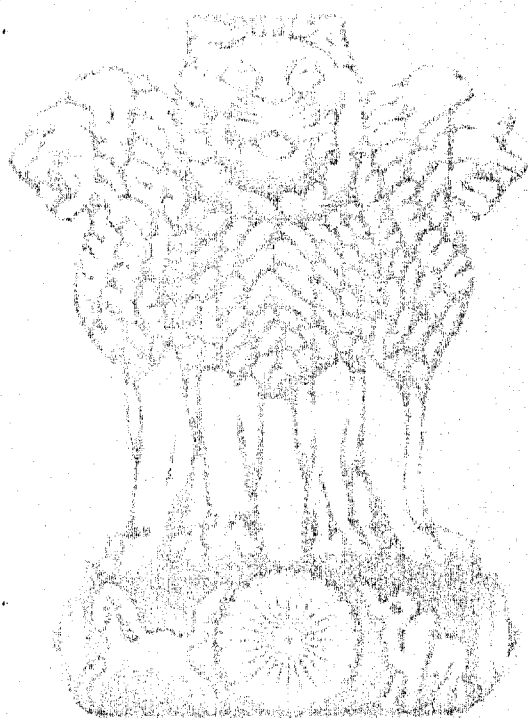
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	Total							



सत्यमेव जयते

प्रबंधक जलसंधि प्रशासन
दादरा, नई दिल्ली
Manager Reservoir Operations
D.V.C., Madhya Pradesh