STATE PROGRAM MANAGEMENT GROUP,
NATIONAL GANGA RIVER BASIN AUTHORITY (UTTARAKHAND)
117, INDIRA NAGAR, DEHRADUN.

Lett No. : 03 /SPMG/NGRBA/AG Audit/01

Date : 01/01/2014

To,
Audit Officer/EAP
Office of the Accountant General (Audit)
Vaibhav Palace, Indira Nagar,
Dehradun

Sir,

This assertion letter is provided to connection with your audit of the financial statements of the – SPMG Operationalisation and Program Management under National Ganga River Basin Authority, IDA Credit No. 4955-IN for the year ended 31-03-2013. 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 the audit.

- The project financial statements are free of material misstatements including omissions.
- Projects funds have been used for the purposes for which they were provided.
- Projects 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 projects.
- The project has complied with the conditions of all relevant legal agreements, including the Financial Agreement the project Appraisal Document, the minutes of Negotiations and the Borrower’s Project Implementation Plan.

Finance Director
State Program Management Group, Uttarakhand

Program Director
State Program Management Group, Uttarakhand
### Table: Project Details

<table>
<thead>
<tr>
<th>Particulars</th>
<th>Project to Date (in Rs. lakhs)</th>
<th>Previous Year</th>
<th>Current Year</th>
</tr>
</thead>
<tbody>
<tr>
<td>State Share</td>
<td>5,000.00</td>
<td>0.00</td>
<td>0.00</td>
</tr>
<tr>
<td>Centre Share</td>
<td>7,678.92</td>
<td>0.00</td>
<td>7,678.92</td>
</tr>
<tr>
<td>State Share</td>
<td>0.00</td>
<td>0.00</td>
<td>0.00</td>
</tr>
<tr>
<td>Centre Share</td>
<td>5,000.00</td>
<td>0.00</td>
<td>5,000.00</td>
</tr>
<tr>
<td>13,470.00</td>
<td>15,470.00</td>
<td>15,470.00</td>
<td></td>
</tr>
</tbody>
</table>

### Report of the Year Ended - 31.3.2013

Reconciliation of Claims of Total Application of Funds

**Reconl/Credit/Grant:** IDA Credit No. 4955-N

**Name of the Project:** National Ganga River Basin Authority

Annexure-2
### Statement of Sources and Applications of Funds

#### Report of the year ended 31.03.2013

<table>
<thead>
<tr>
<th>Particulars</th>
<th>Current Year</th>
<th>Previous Year</th>
<th>(in Rs. '000)</th>
</tr>
</thead>
<tbody>
<tr>
<td>Opening Balance, (if cash balances are controlled by the unit(s), A)</td>
<td>0.00</td>
<td>0.00</td>
<td>204,700.00</td>
</tr>
<tr>
<td>Receipts</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Funds received from Government through Budget (These will include external assistance received by Government for the project)</td>
<td>0.00</td>
<td>0.00</td>
<td>204,700.00</td>
</tr>
<tr>
<td>Total Receipts (B)</td>
<td></td>
<td></td>
<td>204,700.00</td>
</tr>
<tr>
<td>Expenditure by Component</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>NGRBA Operation and Administration</td>
<td>13,678.82</td>
<td>0.00</td>
<td>13,678.82</td>
</tr>
<tr>
<td>Total Expenditure (D)</td>
<td></td>
<td></td>
<td>13,678.82</td>
</tr>
<tr>
<td>Closing Balance, (if cash balances are controlled by the unit(s), C-D)</td>
<td>0.00</td>
<td>0.00</td>
<td>7,731.08</td>
</tr>
</tbody>
</table>

**Program Director**

SPMG, NGRBA, Dehradun

**Finance Director**

SPMG, NGRBA, Uttarakhand, Dehradun
To,

The Principal Director
Audit Scientific Departments,
AGCR, Building New Delhi

Subject: Issue of Audit Certificate (NGRB) for the financial year 2012-13.

Sir,

I am to forward herewith the Audit Certificates along with audit observations attached with Annexure-I in respect of World Bank assisted project National Ganga River Basin Authority credit no. 4955-IN for the Year 2012-13.

Issued with approval of the Accountant General (Audit) Uttarakhand, Dehradun.

Encl: As above

Yours faithfully

(Preethi Abraham)
Sr. Deputy Accountant General/State Finance

No. AG/SF/NGRBA/Certification/2013-14/
Copy forwarded to
1. Programme Director, SPMG, NGRBA, Uttarakhand, 117, Indra Nagar, Dehradun.
3. The Principal Secretary, Drinking Water Department, Government of Uttarakhand, Dehradun.
4. Principal Director, PPG-EAP, O/O the C&AG, 9 Deen Dayal Upadhyaya Marg, New Delhi-110124

Yours faithfully

[Signature]
Sr. Deputy Accountant General/State Finance

“वैभव पैलेस” री-1/105, इंदिरा नगर, देहरादून-248006 “Valbhav Palace” C-1/105, Indira Nagar, Dehradun-248006
Phone: 0135-2764215, Fax: 0135-2523598, 2523515, E-mail: agauuttarakhand@cag.gov.in
Audit Observations

1. For smooth functioning of the SPMG, NGRBA, 17 temporary posts were sanctioned by the Hon. Governor of Uttarakhand. During audit it was observed that sufficient staff is not deployed. Against the sanctioned 17 posts, 03 officers/officials were on deputation, 01 with additional charge and 01 on contractual basis. 06 more supporting staff was out sourced. Shortage of technical staff/accounting staff can adversely impact monitoring and control.

On being pointed out, entity intimated that sufficient staff will be deployed very soon. Reply of entity was not tenable as deployment of staff was not completed even after 03 years of formation of SPMG.

2. At the scrutiny of furniture records it was found that purchase of furniture has exceeded by 27608 without indent and approval of the competent authority.

On being pointed out, entity has said that excess furniture has been purchased to fulfill the seat arrangement of visitors. Reply of entity was not tenable as excess purchase was has not been regularized by the competent authority (Jan 2014).

3. On account of, late Payment of Rs. 60345.00 against Surcharge/Late charges pertaining to Electricity & telephone Bills have been made by SPMG.

On being pointed out in audit observation SPMG has said that the bills were received very late from field units, so surcharge/Late charges have been paid by the SPMG. Reply of the SPMG was not tenable, as it is the responsibility of the SPMG to collect the bills from field units and make the payment on time to avoid the excess expenditure.

4. It was observed that an overpayment of Rs. 2720 to PLIC head was yet to be recovered.

(Sreethi Abraham)
Sr. Deputy Accountant General/State Finance
<table>
<thead>
<tr>
<th></th>
<th>Opening Balance</th>
<th>Fund received during the financial year 2012-13</th>
<th>Interest earned</th>
<th>Total Expenditure for which UC furnishing by the State Project Management Group</th>
<th>Less: Amount inadmissible</th>
<th>Amount eligible for Audit Certificate</th>
<th>Closing Balance</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>0.00</td>
<td>0.00</td>
<td>0.00</td>
<td>0.00</td>
<td>76.79</td>
<td>76.79</td>
<td>76.79</td>
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<tr>
<td></td>
<td></td>
<td>154.70</td>
<td>49</td>
<td>155.19</td>
<td></td>
<td>78.40</td>
<td></td>
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</tbody>
</table>

(Signature)

Sr. Deputy Accountant General/State Finance
Report of the Comptroller and Auditor General of India

Report on the Project Financial Statement

We have audited the accompanying financial statements of the SPMG, Uttarakhand, National Ganga River Basin Authority financed under World Bank Credit No.4955-IN, which comprises the statement of sources and applications of fund and the Reconciliation of Claims to Total Applications of Funds for the year ended 31st March, 2013. 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 misstatements. 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 National Ganga River Basin Authority for the year ended 31st March, 2013 in accordance with Government of India accounting standards. In addition, in our opinion (a) with respect to Statement of Expenditure, adequate supporting documentation has been maintained to support claims to the World Bank for reimbursement of expenditure incurred; and (b) except for the ineligible expenditures as detailed in our audit observations, if any, appended to this audit report, expenditure are eligible for financing under the Loan/Credit Agreement. During the course of audit, SOEs for the year 31st March, 2013 amounting to Rs. 76.79 lakh (Annexure-V) 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 C&AG’s right to incorporate the audit observations in the Report of C&AG of India for being laid before Parliament/State or UT Legislature.

(Preethi Abraham)
Sr. Deputy Accountant General/State Finance