INDEPENDENT AUDITORS' REPORT

(Consolidated Financial Statements for the Revised TB Control Project Implemented through the State RNTCP Sub Committee, State Health Society, Gandhinagar, State: Gujarat)

(For project financial statement including SOE)

To,
Mission Director,
National Health Mission – Gujarat.
Block 5/2, Dr. Jivaraj Mehta Bhavan.
Gandhinagar

Report on the Financial Statements

We have audited the accompanying consolidated financial statements of the Revised TB Control Project Implemented through the State RNTCP Sub Committee (including T.B Training Centre), State Health Society, Gandhinagar, State: Gujarat incorporating 33 Districts and 3 Municipal Corporation Financial statements audited by us (under the Revised Tuberculosis Control Project) RNTCP – II) financed under World Bank credit/loan No. IDA 5376 IN for the year ended on 31st March 2016 and also the Consolidated Statement of income & Expenditure account and the Consolidated Receipt & Payment account for the year ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation of these financial statements that give true and fair view of the financial position, financial performance and receipt & payment of the Bank in accordance with the Accounting Standards issued by ICAI. This responsibility includes the design, implementation and maintenance of the internal control relevant to the preparation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement. An audit involves performing procedures to obtain audit evidence about the accounts and disclosures in the financial statements. The Procedures selected depend on the auditor’s judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, we considers internal control relevant to the Bank’s preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the management, as well as evaluating the overall presentation of the financial statements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.
On the basis of the audit indicated in Para 1 above and subject to the Management Letter to the financial statements indicated in Para 1 above in our opinion and to the best of our information and explanations given to us and as shown by the books of the Society we further report that:

a. The Financial Statement and The Statement of Income & Expenditure account have been drawn up in Forms “A” and “B” respectively of the third schedule, in accordance with the Provision of section 29 of the Societies Registration Act, 1860.

b. We have obtained all information and explanations, which to the best of our knowledge and belief, were necessary for the purposes of our audit and have found the same to be satisfactory.

c. In our opinion, proper books of account have been kept by the Society so far as appears from our examination of the said books.

d. The Financial Statement and Statement of Income & Expenditure account dealt with by this report are in agreement with the books of account.

e. The transactions of the Society, which have come to our notice, have been within the powers of the Society.

f. The Society by and large has followed the applicable guidelines of GOI and Gujarat State Government to the extent applicable to the programme except accrual basis of accounting and depreciation on fixed assets.

Opinion

In our opinion and to the best of our information and according to explanation given to us, subject to our observations stated in the annexed “Management Letter” and of separate management letter of individual district and Municipal Corporation annexed with each district audit report and Municipal Corporation, the said financial statements read together with Significant Accounting Policies & Notes to accounts gives a true and fair view of the Sources and Application of Funds and financial position of State RNTCP Sub Committee, State Health Society, Gandhinagar, for the year ended 31st March, 2016 in accordance with Standards on Auditing issued by Institute of Chartered Accountants of India.

In addition, subject to what is stated here in above (a) with respect to SOEs, adequate supporting documentation has been maintained to support claims to the World Bank for reimbursement of expenditures incurred; and (b) which expenditures are eligible for financing under the Loan / Credit Agreement “Certified that Control over payment of contractual staff is adequate and the expenditure is eligible for financing under IDA Credit No. 53761N” (c) Procurement of goods and service has been carried out as per the procurement manual by the Central TB Division, GOI.

For RAJ HAR GOPAL & CO
Chartered Accountants
FRN-002074N

Place: Gandhinagar
Date:
INDEPENDENT AUDITORS’ REPORT
(State RNTCP Sub Committee, State Health Society, Gandhinagar)
Revised TB Control Project
(For project financial statement including SOE)

To,
The Member Secretary,
State RNTCP Sub Committee, State Health Society, Gandhinagar,
2nd Floor, Block No.5.
Dr. Jivraj Mehta Bhavan, Gandhinagar

Report on the Financial Statements
We have audited the accompanying Financial Statement of the Revised TB Control Project
Implemented through the State RNTCP Sub Committee, State Health Society, Gandhinagar,
(under the Revised Tuberculosis Control Project) financed under World Bank credit/ loan No. NIL
for the year ended on 31st March 2016 and also the Statement of Income & Expenditure account
and the Receipt & Payment account for the year ended, and a summary of significant accounting
policies and other explanatory information.

Management’s Responsibility for the Financial Statements
Management is responsible for the preparation of these financial statements that give true and
fair view of the financial position, financial performance and receipt & payment of the Bank in
accordance with the Accounting Standards issued by ICAI. This responsibility includes the design,
implementation and maintenance of the internal control relevant to the preparation of the
financial statements that give a true and fair view and are free from material misstatement,
whether due to fraud or error.

Auditor’s Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We
conducted our audit in accordance with the Standards on Auditing issued by the Institute of
Chartered Accountants of India. Those Standards require that we comply with ethical
requirements and plan and perform the audit to obtain reasonable assurance about whether the
financial statements are free from material misstatement. An audit involves performing
procedures to obtain audit evidence about the accounts and disclosures in the financial
statements. The Procedures selected depend on the auditor’s judgment, including the
assessment of the risks of material misstatement of the financial statements, whether due to
fraud or error. In making those risk assessments, we consider internal control relevant to the
Bank’s preparation and fair presentation of the financial statements in order to design audit
procedures that are appropriate in the circumstances. An audit also includes evaluating the
appropriateness of the accounting policies used and the reasonableness of the accounting
estimates made by the management, as well as evaluating the overall presentation of the
financial statements. We believe that the audit evidence we have obtained is sufficient and
appropriate to provide a basis for our audit opinion.
In the event of the amounts indicated in Para 1 above and subject to the Management Letter to the Auditor dated 25-11-2016, in our opinion and to the best of our information and to the most diligent inquiry by the books of the Society, we further report that:

The Cash Book, Petty cash Book, the Statement of Income & Expenditure Account and the Balance Sheet have been audited in respect of the three years ended 31st March, 2016, 2015 and 2014, respectively, in accordance with the requirement of the Schedule 3 of the Societies Registration Act, 1860.

We have obtained all information and explanations, which to the best of our knowledge and belief were necessary, for the purposes of this report and have formed the same to be satisfied.

Briefly, the prescribed books of account have been kept by the Society so far as appears from the scrutiny of such books.

The Annual Statement and statement of Income & Expenditure account dealt with by the Registrar in conjunction with the balance account.

The financial position of the Society, which have come to our notice, are in the notes to the accounts.

Further, the Society by and large has followed the applicable guidelines of the audited financial statements of the year 2016-17 and the applicable accounting standards except the requirements of accounting and presentation of financial statements.

Opinion

The accounts of the Society are in conformity with the require of an auditor under Section 20 to the Societies Registration Act and the applicable financial standards.

Based on the evidence and to the best of our information and to the report of Management Letter, the annual statement and the balance sheet as stated in the financial statement and in the balance sheet as audited and approved those of the Society as on 31st March 2016.

The accounts of the financial statement of income & expenditure of the Society for the year ended on 31st March 2016 are consistent and true and fair in all material particulars with the books of accounts of the Society.

The accounts of the classified balance sheet as stated in the financial statements for the year ended on 31st March 2016, with a fair presentation of the financial position of the society as at 31st March 2016.

The Society, in our opinion, has taken proper provisions for depreciation for the years ending 31st March 2016, 2015 and 2014, respectively.

We have no reason to believe that the Society has committed any serious or material fraud or misappropriation of funds or assets that may have an adverse effect on its financial position.

The management of the Society has also taken necessary steps to safeguard the property of the Society for the year ended on 31st March 2016.

We have not found any irregular or unexplained transactions during the year ended on 31st March 2016.

The accounts of the Society have been prepared in accordance with the requirements of the Schedule 3 of the Societies Registration Act, 1860.

The financial statements of the Society have been prepared, so far as appears to us, in accordance with the requirements of the Act and the applicable accounting standards.

RAJ HAR GOPAL & CO.
Chartered Accountants
FRN-002030N

Partner
Gopal Krishan Gupta
M. No. 081088

Place, Gandhinagar
Date
SIGNIFICANT ACCOUNTING POLICIES AND NOTES FORMING PART OF ACCOUNTS FOR THE FINANCIAL YEAR 2015-2016

SIGNIFICANT ACCOUNTING POLICIES

1. BASIS OF ACCOUNTING
   - Financial statements have been prepared under the historical cost convention, in accordance with the generally accepted accounting principles under the double entry system.
   - Financial statements, under the Balance Sheet and Financial Appropriation are on the cash basis.

2. TREATMENT OF GRANTS AND AID FROM CENTRE AND STATE
   - Expenditure for which actual payment is taken or actual receipt is taken of grants and aid, is recorded in the accounts of the Authority, against the corresponding revenue account, as soon as it is charged against the corresponding revenue account.

3. TREATMENT OF ADVANCES
   - General
   - The advances are chargeable to the normal receipt of the Authority.
   - Grant in Aid to NGOs
   - Any advances to NGOs, to the extent of the balance brought forward in the balance sheet, and to the extent brought forward in the balance sheet, is to be included in the next year's Appropriation.
   - For Civil Works
   - The period of the civil works is to be determined on the basis of the date on which the work is completed and not the date of disbursement of the grant.

4. TREATMENT OF PURCHASE OF MATERIAL (E.G., MATERIAL, STATIONERY, MEDICINES, LAB CONSUMABLES ETC.)
   - The purchase of materials is chargeable to the amount of the purchase, and the same is to be credited against the source of purchase or to the appropriate revenue account.

5. TREATMENT OF FIXED ASSETS AND DEPRECIATION
   - The cost of the fixed assets is to be charged to the revenue account in the year of acquisition.
   - Depreciation is to be provided on an annual basis.

6. TREATMENT OF INTEREST EARNED IN THE BANK ACCOUNT
   - Interest on deposits in the bank is to be credited to the revenue account.

7. TRANSFER OF FUNDS TO DISTRICT SOCIETIES
   - Inter-District Transfer of Funds within the State
   - The inter-District transfer of funds is to be made from the fund accounts of the respective District Societies.
TREATMENT OF CAPITAL FUND

As far as the same effect to the Capital Fund of the District, compared to the previous
year. As per Accounting Standard 1 of ICAR, we have created the Capital Fund for Fixed
Assets and the same is matching with the Fixed Assets shown in the Balance Sheet.

NOTES ON ACCOUNTS

1. Cash, Bank, Investments, etc. have been maintained at the Head Office during the year under

2. Any other documents and related records

3. Final accounts are recorded in the books of account with appropriate entries, with which were

4. Year-end statements, liabilities and assets are stated at the balance of accounts, and

5. Accurate confirmation from the respective parties. The account is then constructed with

6. Forwarding of the summary to the Audit Committee.

FOR THE YEAR ENDED 31ST MARCH, 1994

S. K. B. (Chartered Accountant)

Member Secretary

Chairman
INDEPENDENT AUDITORS’ REPORT

Consolidated Financial Statements for the Revised TB Control Project Implemented through the State RNTCP Sub-Committee – State Health Society, Gandhinagar, Gujarat

Report on the Financial Statements

An audit was performed on the consolidated financial statements of the Revised TB Control Project implemented through the State RNTCP Sub-Committee including TB Training for the State Health Society, Gandhinagar, Gujarat incorporating 13 Districts Municipal Corporation Financial statements audited for the year ended on 31st March, 20XX.

Auditor’s Responsibility

We have audited the consolidated financial statements of the Revised TB Control Project implemented through the State RNTCP Sub-Committee including TB Training for the State Health Society, Gandhinagar, Gujarat incorporating 13 Districts Municipal Corporation Financial statements audited for the year ended on 31st March, 20XX.

We have obtained all the information and explanations which we considered necessary in order to state whether the consolidated financial statements give the information required in all material respects and are presented on a going concern basis.}

Responsibility

The management is responsible for the preparation and fair presentation of the consolidated financial statements in accordance with Accounting Standards and the relevant statutory provisions. Our responsibility is to examine the consolidated financial statements in order to express an opinion on their fairness in accordance with the auditing standards generally accepted in India.
CONSOLIDATED MANAGEMENT LETTER

To the Audit Committee for the financial year ended 31st March 2023 of the STATE HEALTH SOCIETY, GANDHINAGAR, consolidated. We have

conducted the audit and report the findings. Kindly submit the reply of the same. Our observations are as follows:

[Signatures and details of Chartered Accountants]

RAJIV H. GOPAL & CO
Chartered Accountants
FRN 093074N

Partner
Gopal Krishan Gupta
M. No. 084088
SOUTHERN INDIAN STATES RECOMMEND
STATE HEAVENS SUCH AS CANNIHALAM
STATE - GUJARAT (consolidated)

These are replies to the main Observations raised side along against for the financial year
ending March 2013.

[Signatures]

[Page Number]
FORM GFR 19-A
Provisional Consolidated Audited Utilization Certificate
STATE RNTCP SUB COMMITTEE, STATE HEALTH SOCIETY, GANDHINAGAR, STATE : GUJARAT
CONSOLIDATED UTILISATION CERTIFICATE (COVERING SHS/ISTCS, STDC AND ALL THE
DHS/ISTCs AND 3 CORPORATIONS) FOR THE FINANCIAL YEAR 2015-16(01-04-2015 TO 31-03-2016)

<table>
<thead>
<tr>
<th>Sl No.</th>
<th>Sanction Letter No. and Date</th>
<th>Amount Rs</th>
</tr>
</thead>
<tbody>
<tr>
<td>1</td>
<td>No 1 19015/40/2015 TB, Date: 29-06-2015 by E-Transfer Unique Sanction ID - RNTCP / IFD/GIA/NR/PL/2015-16/44</td>
<td>10,52,45,000.00</td>
</tr>
<tr>
<td>2</td>
<td>No 1 19015/40/2015 TB, Date: 29-06-2015 by E-Transfer Unique Sanction ID - RNTCP / IFD/GIA/NR/PL/2015-16/45</td>
<td>3,95,80,000.00</td>
</tr>
<tr>
<td>3</td>
<td>No 1 19015/40/2015 TB, Date: 29-06-2015 by E-Transfer Unique Sanction ID - RNTCP / IFD/GIA/NR/PL/2015-16/46</td>
<td>2,16,55,000.00</td>
</tr>
<tr>
<td>4</td>
<td>No 1 19015/43/2015 TB, Date: 19-02-2016 by E-Transfer Unique Sanction ID - RNTCP / IFD/GIA/NR/PL/2015-16/260</td>
<td>1,32,30,000.00</td>
</tr>
<tr>
<td>5</td>
<td>No 1 19015/43/2015 TB, Date: 19-02-2016 by E-Transfer Unique Sanction ID - RNTCP / IFD/GIA/NR/PL/2015-16/259</td>
<td>3,50,81,000.00</td>
</tr>
<tr>
<td>6</td>
<td>No 1 19015/43/2015 TB, Date: 19-02-2016 by E-Transfer Unique Sanction ID - RNTCP / IFD/GIA/NR/PL/2015-16/261</td>
<td>72,16,00,000.00</td>
</tr>
</tbody>
</table>


State Share: 40 %, NHM / SPMU PLANNING 40 %, State Share: Order 2015-16/1305-06/16, Date: 01-03-2016.

Interest / Other Receipt (Loan SHS) received during FY 15-16

Unspent balances of the previous year UCs sent during 15-16

Total Rs. 67,39,13,634.16

Rs 22,21,07,000.00, granted and sanctioned during the financial year 2015-16 for the purpose of various activities approved by Govt. of India, Union and State Government.

Rs 39,11,634.16/- amount of Rs. 38,32,95,299.51/- of RNTCP Fund have been utilized by SHS and ISTCs as per the following details.

<table>
<thead>
<tr>
<th>Particulars</th>
<th>Amount Rs</th>
<th>Amount Rs.</th>
</tr>
</thead>
<tbody>
<tr>
<td>RNTCP, SHS Fund consolidated expenditure utilization</td>
<td>38,32,95,299.51</td>
<td>38,32,95,299.51</td>
</tr>
<tr>
<td>Total Expenditure</td>
<td>38,32,95,299.51</td>
<td>38,32,95,299.51</td>
</tr>
</tbody>
</table>
The amount which has been refunded to State Health Society and Advance given is as follows:

<table>
<thead>
<tr>
<th>Particulars</th>
<th>Amount Rs.</th>
<th>Amount Rs.</th>
</tr>
</thead>
<tbody>
<tr>
<td>Interest paid during the year</td>
<td>22,83,70,000.00</td>
<td>22,83,70,000.00</td>
</tr>
<tr>
<td>Advances given during the year</td>
<td>58,80,377.00</td>
<td>58,80,377.00</td>
</tr>
<tr>
<td>Total Payments</td>
<td></td>
<td>23,42,50,377.00</td>
</tr>
</tbody>
</table>

Total balance of Rs. 5,63,67,957.65 (Rupees: Five Crore Sixty Three Lacs Sixty Seven Thousand Nine Hundred Fifty Seven and Sixty Five only) Cash on hand Rs. 46,936.31 and Bank Balance of Rs. 5,63,56,022.34 which has been carried forward in the next year 2019-20.

I, the Auditor, hereby certify that I have satisfied myself that the conditions as laid down in the Act and Rules have been fulfilled and the statements in the Balance Sheet are in accordance with the Act and Rules.

[Signatures]

MEMBER SECRETARY
STATE RNTCP SUB COMMITTEE
STATE HEALTH SOCIETY
GANDhinagar

CHAIRMAN
STATE RNTCP SUB COMMITTEE
STATE HEALTH SOCIETY
GANDhinagar

AUDITOR
For RAJHAR GOPAL & Co.
RAMCHANDRA ACCOUNTANT
NEW DELHI
STATE RNTCP SUB COMMITTEE, STATE HEALTH SOCIETY, GANDHINAGAR

MANAGEMENT LETTER

Ref: reference to Audit Report for the financial year 2015-16 of STATE RNTCP SUB COMMITTEE STATE HEALTH SOCIETY GANDHINAGAR. We have raised following issues during the audit. Kindly submit the reply of the same. Our observations are as under:

NIL

Place

Date

For, Raj Har Gopal & Co.
Chartered Accountants
FRN 002074N

Gopal Krishna Gupta
(Partner)
Membership No: 08108S
<table>
<thead>
<tr>
<th>Audit Observation</th>
<th>Management Reply</th>
</tr>
</thead>
<tbody>
<tr>
<td>SH</td>
<td>SH</td>
</tr>
</tbody>
</table>

We agree with the Management Replies.

As per our Report of even date attached.

[Signature]

[Name]

[Position]
FORM GFR 19-A
Audited Utilization Certificate

For the Financial Year 2015-16 from 01-04-2015 to 31-03-2016

Sanction Letter No. and Date: Amount Rs.
1. No-19015 / 40 / 2015 - TB, Date: 29-06-2015 by E-Transfer
   Unique Sanction ID - RNTCP / IFD/GIA/NR/PL/2015-16/44
   10,52,45,000.00
2. No-19015 / 40 / 2015 - TB, Date: 29-06-2015 by E-Transfer
   Unique Sanction ID - RNTCP / IFD/GIA/NR/PL/2015-16/45
   3,96,80,000.00
3. No-19015 / 40 / 2015 - TB, Date: 29-06-2015 by E-Transfer
   Unique Sanction ID - RNTCP / IFD/GIA/NR/PL/2015-16/46
   2,16,55,000.00
4. No-19015 / 43 / 2015 - TB, Date: 19-02-2016 by E-Transfer
   Unique Sanction ID - RNTCP / IFD/GIA/NR/PL/2015-16/260
   1,32,30,000.00
5. No-19015 / 43 / 2015 - TB, Date: 19-02-2016 by E-Transfer
   Unique Sanction ID - RNTCP / IFD/GIA/NR/PL/2015-16/259
   3,50,81,000.00
6. No-19015 / 42 / 2015 - TB, Date: 19-02-2016 by E-Transfer
   Unique Sanction ID - RNTCP / IFD/GIA/NR/PL/2015-16/251
   72,16,000.00

State Share @ 25 % NHM / SPMU / PLANNING 25 % State Share
Order No: 42/215, Date: 16-11-2015.
4,16,45,000.00

State Share @ 40 % NHM / SPMU / PLANNING 40 % State Share
Order 2015-16/1305-06/16, Date: 01-03-2016.
17,81,59,66,90

Interest / Other Receipt / Loan SHS: received during FY 15-16
19,18,65,44,90

Dispent balances of the previous year UC's sent during 15-16
2,27,36,72,95

Total Rs 65,64,53,834.55

Collectibles

RNTCP Self Fund
1,58,79,459.50

Total Expenditure
3,59,79,459.50

Funds received from other sources in NHM / SPMU / PLANNING 2015-16

Total amount of funds received during the period of 2015-16

Disbursement

RNTCP and transfer to All District Health Societies
19,80,755.00

Amount Rs.
Amount Rs.

21,38,04,867.00

21,38,04,867.00

22,71,46,000.00

3,59,79,459.50

3,59,79,459.50

35,43,00,000.00

27,83,70,000.00

19,80,755.00

58,36,89,755.00

Debt

Debt In arrears paid / Advances given during the year

58,36,89,755.00
3.67 84,628.65 lakhs. Three crore Sixty Seven Lacs Eighty Four Thousand Six hundred and five paisa only, a sum of rupees 6,253.95 lakhs being out of the total amount of Rs. 3,67,78,366.19 lakhs sanctioned.

I am pleased to state that the conditions on which the grant-in-aid was sanctioned have been strictly adhered to. I have examined the paper and its annexures and feel that the money was wisely and properly spent.

S. P. N. Reddy

Chairman & Director
State RNTCP Sub-Committee
State Health Society, Gandhinagar

Auditor
For Raj Har Gopal S
504, Rajdoot Complex, New Delhi
Accountant (New 14, 19)