To
The Additional Secretary and Chief Engineer,
Narmada Water Resources, Water Supply and
Kalpsar Department, PPM Cell,
Block No. 9, 3rd Floor, New Sachivalaya,
Gandhinagar-382010

Sub: Audit certificate relating to World Bank assisted Hydrology Project
Phase-II for the year 2014-15 (Cr. No. 4749-IN) Surface Water Component

Sir,

Please refer to this office letter No. ES-II/Coordination/WB/HP-2/2014-15/Ow. 185-191 dated 9 October 2015 wherein the Audit Certificate relating to World Bank assisted Hydrology Project Phase-II for year 2014-15 (Cr. No. 4749-IN) was forwarded. The Audit Certificate enclosed therein related to Ground Water component only, which was based on the Statement of Expenditure (SoE) furnished by the Superintending Engineer, Ground Water Management Investigation Circle, Gandhinagar.

While confirming that no expenditure was incurred during 2014-15 on Surface Water, the Gujarat State Water Data Centre has now (May 2016) requested for issue of Audit Certificate relating to surface water also so that the same could be forwarded by them to Department of Economic Affairs (M. I. Division), Ministry of Finance, New Delhi.

Based on the SoE for Surface Water Component furnished by the Superintending Engineer, State Water Data Centre, Gandhinagar vide their letter dated 30.05.2016, revised Audit Certificate including Surface Water Component also is now being forwarded.

This Audit Certificate supersedes the Audit Certificate issued by this office on 30 September 2015.

Kindly acknowledge the receipt.

(This issues with the approval of PAG/E&RSA)

Yours faithfully,

(R. Vaidyanathan)
Dy. Accountant General/ES-II
Copy forwarded to:-

1. The Under Secretary (FB), Government of India, Ministry of Finance, Department of Economic Affairs (Fund Bank-III), North Block, New Delhi-110001 along with a copy of Revised Audit Certificate.

2. The Deputy Director (Audit), Office of the Comptroller and Auditor General of India, Pocket No. 9, Din Dayal Upadhyaya Marg, New Delhi-110124 for information.

3. The Superintending Engineer, State Water Data Centre, Ch-2, Jalshakti Marg, Near WALMI, Sector-8, Gandhinagar-382008 along with a copy of Audit Certificate.

4. The Joint Secretary, Finance Department, World Bank Branch, Sachivalaya, Gandhinagar for information.


Senior Audit Officer/Economic Sector-2
To
The Additional Secretary and Chief Engineer,
Narmada Water Resources, Water Supply and
Kalpsar Department, PPM Cell,
Block No. 9, 3rd Floor, New Sachivalaya,
Gandhinagar-382010

Report on the Project Financial Statements

We have audited the accompanying financial statements of the Hydrology Project Phase-II financed under World Bank Loan No (Cr. No. IBRD 4749-IN)/IDA, which comprise the Statement of Sources and Application of Funds and the Reconciliation of claims to total Application of Funds for the year ended 31 March 2015. These statements are the responsibility of the Project’s management. Our responsibility is to express an opinion on the accompanying financial statement based on our audit.

We conducted 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 statement present fairly, in all material respects, the sources and applications of funds of Hydrology Project phase-II for the year ended 31st March 2015 is 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 reimbursement of expenditure incurred; and (b) except for ineligible expenditures as detailed in the audit observation, if any, appended as Annexure II to this audit report, expenditures are eligible for financing under the Loan/Credit Agreement. During the course of the audit, SOEs (Cr. No. IBRD 4749-IN, Total Eligible Expenditure ₹2457813/- (Rupees Twenty four lakh Fifty seven thousand Eight hundred thirteen only) (i.e. Ground Water + Surface Water) 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 CAG’s right to incorporate the audit observations in the report to CAG of India for being laid before parliament/State or UT legislature.
Annexure-I

Revised Statement showing the details of Eligible expenditure incurred under World Bank assisted Hydrology Project Phase-II (Cr. No. 4749-IN) for the year 2014-15.

<table>
<thead>
<tr>
<th>Name of component under Hydrology Project phase-II</th>
<th>Budget Head</th>
<th>Total Eligible Expenditure (Amount in ₹)</th>
</tr>
</thead>
<tbody>
<tr>
<td>Ground water</td>
<td>Demand No. 66 4701-COI on Medium Irrigation 800-Other expenditure 46-National Hydrology Project with External aid 80-Other Expenditure, Hydrology Project.</td>
<td>2457813</td>
</tr>
<tr>
<td>Surface water</td>
<td>Demand No. 66 4701-COI on Medium Irrigation 800-Other expenditure 46-National Hydrology Project with External aid 80-Other Expenditure, Hydrology Project.</td>
<td>0</td>
</tr>
<tr>
<td>Gross Eligible Expenditure</td>
<td>2457813</td>
<td></td>
</tr>
<tr>
<td>Amount held under objection (Annexure II)</td>
<td>Nil</td>
<td></td>
</tr>
<tr>
<td>Net Amount claimed</td>
<td>2390000</td>
<td></td>
</tr>
</tbody>
</table>

(Rupees Twenty three lakh ninety thousand only)

Amount held under objection (See Annexure-II) - Nil

[Signature]

Deputy Accountant General ES-II
ANNEXURE II

Revised statement showing audit observation in respect of World Bank assisted Hydrology Project Phase II (Cr. No 4749-IN) for the year 2014-15

--------NIL--------

Deputy Accountant General ES-II
# PROFORMA-A

Reimbursement from World Bank for the Project Agreement No. 4749 IN

2014-15 for World Bank Aided Project Agreement No. 4749 IN

Project Name: 46 Hydrology Project

CONSOLIDATED OF SURFACE WATER FOR THE YEAR 2014-15

Name of Office :- Executive Engineer, Water Resources Investigation Division, Ahmedabad

<table>
<thead>
<tr>
<th>Sr.No</th>
<th>Cat.</th>
<th>Name of the Component</th>
<th>Withd. Appli. No.</th>
<th>Period of Claim</th>
<th>Demand Nos. / Major Heads of Account (to be mentioned upto detailed heads)</th>
<th>Total Expenditure incurred</th>
<th>Eligible expenditure qualifying for reimb. From World Bank</th>
<th>Percentage admissible</th>
<th>Amount of claim based on eligible expdr. On % sfmidible</th>
</tr>
</thead>
<tbody>
<tr>
<td>1</td>
<td>1</td>
<td>Civil Works</td>
<td></td>
<td>April-14 to March-15</td>
<td>Demand No. 66, 4701, C.O. On M &amp; M Irri.Proj. (P) 46-N.H.P. with Ext. Aid 60-Other Expenditure, HYDROLOGY PROJECT</td>
<td>0</td>
<td>0</td>
<td>0%</td>
<td>0</td>
</tr>
<tr>
<td>2</td>
<td>2</td>
<td>Goods</td>
<td></td>
<td>April-14 to March-15</td>
<td>Demand No. 66, 4701, C.O. On M &amp; M Irri.Proj. (P) 46-N.H.P. with Ext. Aid 60-Other Expenditure, HYDROLOGY PROJECT</td>
<td>0</td>
<td>0</td>
<td>0%</td>
<td>0</td>
</tr>
<tr>
<td>3</td>
<td>3</td>
<td>Consultants Services</td>
<td></td>
<td>April-14 to March-15</td>
<td>Demand No. 66, 4701, C.O. On M &amp; M Irri.Proj. (P) 46-N.H.P. with Ext. Aid 60-Other Expenditure, HYDROLOGY PROJECT</td>
<td>0</td>
<td>0</td>
<td>0%</td>
<td>0</td>
</tr>
<tr>
<td>4</td>
<td>4</td>
<td>Training</td>
<td></td>
<td>April-14 to March-15</td>
<td>Demand No. 66, 4701, C.O. On M &amp; M Irri.Proj. (P) 46-N.H.P. with Ext. Aid 60-Other Expenditure, HYDROLOGY PROJECT</td>
<td>0</td>
<td>0</td>
<td>0%</td>
<td>0</td>
</tr>
<tr>
<td>5</td>
<td>5</td>
<td>Operating Costs</td>
<td></td>
<td>April-14 to March-15</td>
<td>Demand No. 66, 4701, C.O. On M &amp; M Irri.Proj. (P) 46-N.H.P. with Ext. Aid 60-Other Expenditure, HYDROLOGY PROJECT</td>
<td>0</td>
<td>0</td>
<td>0%</td>
<td>0</td>
</tr>
<tr>
<td></td>
<td></td>
<td>Total SW</td>
<td></td>
<td></td>
<td>Demand No. 66, 4701, C.O. On M &amp; M Irri.Proj. (P) 46-N.H.P. with Ext. Aid 60-Other Expenditure, HYDROLOGY PROJECT</td>
<td>0</td>
<td>0</td>
<td>0%</td>
<td>0</td>
</tr>
</tbody>
</table>

**CERTIFICATE**

It is certified that no expenditure is qualifying for reimbursement on Surface Water Component under Hydrology Project Phase-2 for the year 2014-15.

[Signature]

[Signature]

HP-II Claims by WRIC- 1-4-14 to 31-3-15

Superintending Engineer
State Water Data Centre,
Gandhinagar.
# PROFORMA - B

**Statement showing component wise expenditure for the Financial Year**

**2014-15 for World Bank Aided Project Agreement No. 4749 IN**

**Project Name: 46 Hydrology Project**

**CONSOLIDATED OF SURFACE WATER FOR THE YEAR 2014-15**

**Name of Office:** Executive Engineer, Water Resources Investigation Division, Ahmedabad

<table>
<thead>
<tr>
<th>Period</th>
<th>Total expenditure incurred</th>
<th>Eligible expenditure qualifying reimburse amount from World Bank</th>
<th>Total amount of Claim</th>
<th>Remarks</th>
</tr>
</thead>
<tbody>
<tr>
<td>April-14 to March-15</td>
<td>0</td>
<td>0</td>
<td>0</td>
<td>0</td>
</tr>
</tbody>
</table>

**SURFACE WATER**

**Superintending Engineer**

State Water Data Centre,
Gandhinagar.