



भारतीय लेखा तथा लेखा परीक्षा विभाग
कार्यालय - प्रधान महालेखाकार (लेखा परीक्षा), पश्चिम बंगाल
ट्रेजरी बिल्डींग्स, 2, गवर्मेन्ट प्लेस (पश्चिम), कोलकाता - 700 001

INDIAN AUDIT AND ACCOUNTS DEPARTMENT
OFFICE OF THE PRINCIPAL ACCOUNTANT GENERAL (AUDIT), WEST BENGAL
TREASURY BUILDINGS, 2, GOVT. PLACE (WEST), KOLKATA-700 001

CASS-V/EAP/ WB-ADMI/2012-13/146

संख्या / No.

24/01/2013

दिनांक / Dated

To

The Project Director,

Water Resources Investigation & Development Department,
O/o the Project Director, WB-ADMI Project,
Block-14/2, CIT Scheme-VIII (M), ICMARD Buildings, 8th Floor,
Ultadanga,
Kolkata-700 067.

Subject : Issue of Audit Report in respect of World Bank assisted West Bengal Accelerated Development of Minor Irrigation Project (Loan No. 8090-IN and IDA Cr. No. 5014-IN) for the year 2011-12.

Sir,

I am to forward herewith the Audit Report in respect of World Bank assisted West Bengal Accelerated Development of Minor Irrigation Project (Loan No. 8090-IN and IDA Cr. No. 5014-IN) for the financial year 2011-12 including the Audit observations and enclosing the PFS.

The receipt of the same may kindly be acknowledged.

Encl: As stated.

Yours faithfully,


Deputy Accountant General/ G&SS -I(CA)



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संख्या / No.

दिनांक / Dated

Audit Report – Unqualified Opinion
Report of the Comptroller and Auditor General of India

To
Secretary to Government of West Bengal
Department of Water Resources Investigation and Development
Writers' Building, Kolkata- 700001
West Bengal

Report on the Project Financial Statements

We have audited the accompanying financial statements of the West Bengal Accelerated Development of Minor Irrigation Project financed under World Bank Loan No. 8090-IN / IDA Cr. No. 5014-IN, which comprise the Statement of Sources and Applications of Funds and the Reconciliation of Claims to Total Applications of Funds - Summary Sheet, Project Expenditure as per AG Monthly Appropriation Accounts (Report IA), Project Expenditures by Components and Activities (Report-IB), Quarterly Financial Monitoring Report – World Bank Funds Requirement (Report- IC), Commitment Tracking Report – for prior review contracts (Report- 2A), Commitment Tracking Report – for post review contracts (Report -2B) and Management Assertion letter as well as copy of the Certificate furnished by the Project Authority for the year ended 31 March 2012 (21 December 2011-31 March 2012). 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 West Bengal Accelerated Development of Minor Irrigation Project for the year ended 31 March 2012 in accordance with Government of India accounting standards.

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In addition, in our opinion, (a) with respect to SOE, 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 the audit observations, appended to this audit report, expenditures are eligible for financing under the Loan / Credit Agreement. During the course of the audit, SOEs/FMRs (RF - I / ₹ 233.31 lakh) 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 of CAG of India for being laid before Parliament/State Legislature.

Audit Observations:

The expenditure incurred in respect of World Bank assisted West Bengal Accelerated Development of Minor Irrigation Project Loan No. 8090-IN / IDA Cr. No. 5014-IN, as per Project Financial Statement furnished by the Project Director, West Bengal Accelerated Development of Minor Irrigation Project, Water Resources Investigation & Development Department, for the financial year 2011-12 is ₹ 2,33,30,983.

Out of ₹ 2,33,30,983/-, eligibility for reimbursement stands at ₹ 1,92,20,549/- as shown below:

(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)
Name of the Units	Category	Expenditure incurred (₹)	Expenditure admissible in audit (₹)	Percentage of reimbursement	Amount eligible for reimbursement (₹)	Expenditure inadmissible in audit (₹)	Reason for inadmissibility
SPMU	Goods, works, non-consulting services, consultant's services, training and operating costs under Part A,C and D of the Project.	1,43,08,037	1,02,73,163	100%	1,02,73,163	40,34,874	1) ₹ 1,46,920/- was paid to the agency for printing work without obtaining any quotation in violation of guideline. 2) ₹ 47,889/- was paid to Principal Consultant which was not covered under "State Level Implementation Arrangement" in the Procurement Manual. 3) Avoidable expenditure of ₹ 15,19,763/- due to incorrect invitation of Expression of Interest (EOI) without waiting for clarification from World Bank. 4) Expenditure of ₹ 23,20,302/- was incurred for works/procurement started and completed before the signing of the project/loan agreement but paid for after the signing of the project/loan agreement on 21 December 2011.
DPMU	-do-	90,22,946	89,47,386	100%	89,47,386	75,560	1) Expenditure of ₹75,560/- was incurred for works/procurement started and completed before the signing of the project/loan agreement but paid for after the signing of the project/loan agreement on 21 December 2011.
Total		2,33,30,983	1,92,20,549	--	1,92,20,549	41,10,434	--

Dasgupta.
(HRISHIKESH DASGUPTA)

Dy. Accountant General / G&SS-I (CA)
O/o the Pr. Accountant General (General & Social Sector Audit), West Bengal,
Treasury Building, 2, Govt. Place (West), Kolkata- 700 001.

Date: 09 January 2013.

2,55,82,988