

- 81 - 7352/2016

कार्यालय महालेखाकार (आर्थिक एवं राजस्व क्षेत्र लेखापरीक्षा), तमिलनाडु

OFFICE OF THE ACCOUNTANT GENERAL  
(ECONOMIC AND REVENUE SECTOR AUDIT), TAMILNADU

30 SEP 2016

171 South Kesava Perumal Puram,  
Greenways Road, Chennai-600 028.

AG (E&RSA)/WM (C)/General/2015-16/ 143

Dated 29.09.2016

Report of the Comptroller and Auditor General of India

To  
The Project Director,  
TNRSP-II, Tamil Nadu Maritime Board Building,  
No.171, South Kesava Perulampuram,  
1<sup>st</sup> Floor, Greenways Road  
Chennai 600 028.

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Report on the Project Financial Statements

We have audited the accompanying financial statements of the Tamil Nadu Road Sector Project financed under World Bank Loan No.8499 INR/ which comprises the Statement of Sources and Applications of Funds for the year ended 31.03.2016. Presentation of 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.

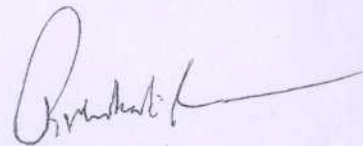
We conducted our audit in accordance with the Auditing Standards promulgated by the Comptroller and Auditor General of India. Those Standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. Our audit examines, 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 Tamil Nadu Road Sector Project for the year ended 31.03.2016 in accordance with Government of India accounting standards.

In addition to our opinion with respect to Statement of Expenditures adequate supporting documentation has been maintained to support claims to the World Bank for reimbursements of expenditure incurred. During the course of the audit, SOEs/FMRs (each application no. and amount to be indicated) Statement of sources and funds reconciliation of claims against expenditure will be enclosed with Audit Certificate 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 or UT Legislature.

**AUDIT OBSERVATIONS**

NIL



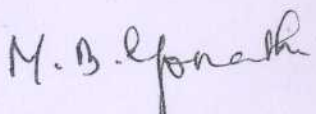
**Deputy Accountant General/ES-I**

**Statement of Reconciliation of the Eligible  
Expenditure with claims submitted and claims  
pending on hand**

(Rs. In Million)

Eligible Expenditure for Reimbursement for the period from 28.05.2015 to 31.03. 2016	1563.399
Eligible Expenditure sent for Reimbursement for the period from 28.05.2015 to 29.02. 2016	1093.751
Balance to be sent / pending on hand	469.648
<b>NB:</b> Claim for Reimbursable expenditure Rs.469.648 Million has been sent to 'CAAA' on 12.05.2016	

Sd/\*\*\*\  
Financial Controller,  
TNRSP II, Chennai-28

  
Senior Audit Officer



**GOVERNMENT OF TAMIL NADU  
TAMIL NADU ROAD SECTOR PROJECT (SECOND)**

Statement of Sources and Uses of Funds (By Project Components)  
IFR for the period from 28.05.2015 to 30.09.2015

**IFR FORM - IC**

**(LOAN NO.8499-IN)**

Sources of Funds		LOC									
1	Opening Balance										
2	Drawn from Treasury Govt. Of Tamil Nadu EAP										
(1+2)	<b>Total</b>										612.760
Uses of Funds											
3	Project Components										612.760

(Rs. in Million)

Sl. No.	Component	Particulars	Project Cost		Sharing Pattern		For the period from 28.05.2015 to 30.09.2015			Year to Date			Cumulative Till Date		
			US\$	INR	World Bank	Govt. Tamil Nadu	Reim.	Non-Reim	Total	Reim.	Non-Reim	Total	Reim.	Non-Reim	Total
A		<b>Net work Improvements</b>													
	A1	Works Under Sub-Components including allotment for any cost increases	301.40	18084	50%	50%	260.358		260.358	260.358		260.358	260.358		260.358
	A2	Works Under Sub-Components A2 PPP DB FOMT	200.80	12048	100%	0									
	A3	Works Under Sub-Components A3 PBMC	38.90	2334	20%	80%									
	A4	Supervision Consultant during construction period	21.90	1314	80%	20%	37.343		37.343	37.343		37.343	37.343		37.343
	A5	Mtce. Of Project Roads EPC (5 Years)	8.40	504	0%	100%									
	A6	Maintenace of Annuity for 15 Years	51.00	3060	0%	100%									
	A7	Supervision during 5 Year Maintenance period	1.80	108	0%	100%									
	A8	Other Costs													
	i	R&R	85.90	5154	0%	100%									
	ii	Utility Shifting	27.40	1644	0%	100%		39.949	39.949		39.949	39.949		39.949	39.949
	iii	Others	9.00	540	0%	100%		24.297	24.297		24.297	24.297		24.297	24.297
B	B	<b>Institutional Capacity Enhancement</b>	11.00	660	80%	20%									
C	C	<b>Road Safety</b>	20.00	1200	80%	20%									
		<b>Total (3)</b>	<b>777.50</b>	<b>46650</b>			<b>297.701</b>	<b>64.246</b>	<b>361.947</b>	<b>297.701</b>	<b>64.246</b>	<b>361.947</b>	<b>297.701</b>	<b>64.246</b>	<b>361.947</b>
(2-3)	4	Closing Balance													250.813

Reimbursement claim for Rs.37.343 Million could not sent now due to non-compliance of Loan withdrawal condition of the establishment of ICERS cell, RSMC, RSIUs and RSCIU in a manner and substance satisfactory to the World Bank by Director General, Highways Department, Chennai-5

Sd/\*\*\*Financial Controller,  
PIU, TNRSP II

Sd/\*\*\*Project Director,  
PIU, TNRSP II

*M.B. Gnanaprakasam*  
Senior Audit Officer



**GOVERNMENT OF TAMIL NADU  
TAMIL NADU ROAD SECTOR PROJECT (SECOND)**

Statement of Sources and Uses of Funds (By Project Components)  
IFR for the period from 01.10.2015 to 30.11.2015

**IFR FORM - IC**

**(LOAN NO.8499-IN)**

**(Rs. in Million)**

		LOC										250.813		
	Sources of Funds													
1	Opening Balance													1979.056
2	Drawn from Treasury Govt. Of Tamil Nadu EAP													2229.869
(1+2)	<b>Total</b>													
	Uses of Funds													
3	Project Components													(Rs. in Million)
Compo nent	Particulars	Project Cost		Sharing Pattern		For the period from 01.10.2015 to 30.11.2015			Year to Date			Cumulative Till Date		
		US\$	INR	World Bank	Govt. Tamil Nadu	Reim.	Non-Reim	Total	Reim.	Non-Reim	Total	Reim.	Non-Reim	Total
<b>A</b>	<b>Net work Improments</b>													
A1	Works Under Sub-Components including allotment for any cost increases	301.40	18084	50%	50%	270.265		270.265	530.623		530.623	530.623		530.623
A2	Works Under Sub-Components A2 PPP DB FOMT	200.80	12048	100%	0									
A3	Works Under Sub-Components A3 PBMC	38.90	2334	20%	80%									
A4	Supervision Consultant during construction period	21.90	1314	80%	20%	1.438		1.438	*38.781		38.781	38.781		38.781
A5	Mtce. Of Project Roads EPC (5 Years)	8.40	504	0%	100%									
A6	Maintenace of Annuity for 15 Years	51.00	3060	0%	100%									
A7	Supervision during 5 Year Maintenance period	1.80	108	0%	100%									
A8	Other Costs													
i	R&R and LA	85.90	5154	0%	100%		1138.000	1138.000		1138.000	1138.000		1138.000	1138.000
ii	Utility Shifting	27.40	1644	0%	100%		79.393	79.393		115.412	115.412		115.412	115.412
iii	Others	9.00	540	0%	100%		9.595	9.595		37.822	37.822		37.822	37.822
B	<b>Institutional Capacity Enhancement</b>	11.00	660	80%	20%									
B 04	HRD Knowledge Transier and Capacity Building through training					0.683		0.683	*0.683		0.683	0.683		0.683
C	<b>Road Safety</b>	20.00	1200	80%	20%									
C1-01	Road Safety Result Frame work (Advertisement for Consultancy)					1.160		1.160	*1.160		1.160	1.160		1.160
	<b>Total (3)</b>	<b>777.50</b>	<b>46650</b>			<b>273.546</b>	<b>1226.988</b>	<b>1500.534</b>	<b>571.247</b>	<b>1291.234</b>	<b>1862.481</b>	<b>571.247</b>	<b>1291.234</b>	<b>1862.481</b>
(2-3)	4 Closing Balance													729.335

\* Reimbursement claim for Rs.32.49 Million in respect of expenditure incurred under components A4, B04 and C1-01 could not sent now due to non-compliance of Loan with drawal condition of the establishment of ICERS cell, RSMC, RSIUs and RSCIU in a manner and substance satisfactory to the World Bank by Director General, Highways Department, Chennai-5

Sd/\*\*\*Financial Controller,  
TNRSP II

Sd/\*\*\*Superintending Engineer (H),  
TNRSP II

Senior Audit Officer



**GOVERNMENT OF TAMIL NADU**  
**TAMIL NADU ROAD SECTOR PROJECT (SECOND)**

Statement of Sources and Uses of Funds (By Project Components)  
IFR for the period from 01.12.2015 to 31.12.2015

IFR FORM - IC

(LOAN NO.8499-IN)

(Rs. in Million)

		Sources of Funds	LOC												
	1	Opening Balance													851
	2	Drawn from Treasury Govt. Of Tamil Nadu EAP													197.500
(1+2)		Total													1048.500
		Uses of Funds													
	3	Project Components													

(Rs. in Million)

Sl. No.	Component	Particulars	Project Cost		Sharing Pattern		For the period from 01.12.215 to 31.12.2015			Year to Date			Cumulative Till Date		
			US\$	INR	World Bank	Govt. Tamil Nadu	Reim.	Non-Reim	Total	Reim.	Non-Reim	Total	Reim.	Non-Reim	Total
	<b>A</b>	<b>Net work Improments</b>													
	A1	Works Under Sub-Components including allotment for any cost increases	301.40	18084	50%	50%	149.722		149.722	680.345		680.345	680.345		680.345
	A2	Works Under Sub-Components A2 PPP DB FOMT	200.80	12048	100%	0									
	A3	Works Under Sub-Components A3 PBMC	38.90	2334	20%	80%									
	A4	Supervision Consultant during construction period	21.90	1314	80%	20%	2.119		2.119	41.165		41.165	41.165		41.165
	A5	Mtce. Of Project Roads EPC (5 Years)	8.40	504	0%	100%									
	A6	Maintenace of Annuity for 15 Years	51.00	3060	0%	100%									
	A7	Supervision during 5 Year Maintenance period	1.80	108	0%	100%									
	A8	Other Costs													
	i	R&R and LA	85.90	5154	0%	100%					1138.000	1138.000		1138.000	1138.000
	ii	Utility Shifting	27.40	1644	0%	100%		2.149	2.149		117.561	117.561		117.561	117.561
	iii	Others	9.00	540	0%	100%		4.705	4.705		42.262	42.262		42.262	42.262
	<b>B</b>	<b>Institutional Capacity Enhancement</b>	11.00	660	80%	20%									
	B 04	HRD Knowledge Transfer and Capacity Building through training								0.683		0.683	0.683		0.683
	<b>C</b>	<b>Road Safety</b>	20.00	1200	80%	20%									
	C1-01	Road Safety Result Frame work (Advertisement for Consultancy)								1.160		1.160	1.160		1.160
		<b>Total (3)</b>	<b>777.50</b>	<b>46650</b>			<b>151.841</b>	<b>6.854</b>	<b>158.695</b>	<b>723.353</b>	<b>1297.823</b>	<b>2021.176</b>	<b>723.353</b>	<b>1297.823</b>	<b>2021.176</b>
(2-3)	4	Closing Balance													889.805

Sd/-----,  
Financial Controller,  
TNRSP II

Sd/-----,  
Superintending Engineer (H),  
TNRSP II,

*M.B. Gnanaprakasam*  
Senior Audit Officer



**GOVERNMENT OF TAMIL NADU**  
**TAMIL NADU ROAD SECTOR PROJECT (SECOND)**

Statement of Sources and Uses of Funds (By Project Components)  
IFR for the period from 01.01.2016 to 31.01.2016

(LOAN NO.8499-IN)

IFR FORM - IC

(Rs. in Million)

Sources of Funds		LOC												
1	Opening Balance													889.805
2	Drawn from Treasury Govt. Of Tamil Nadu EAP													
(1+2)	Total													889.805
3	Uses of Funds													129.223
	Project Components													

Compon ent	Particulars	Project Cost		Sharing Pattern		For the period from 01.01.2016 to 31.01.2016			Year to Date			Cumulative Till Date		
		US\$	INR	World Bank	Govt. Tamil Nadu	Reim.	Non-Reim	Total	Reim.	Non-Reim	Total	Reim.	Non-Reim	Total
<b>A</b>	<b>Net work Improments</b>													
A1	Works Under Sub-Components including allotment for any cost increases	301.40	18084	50%	50%				680.345		680.345	680.345		680.345
A2	Works Under Sub-Components A2 PPP DB FOMT	200.80	12048	100%	0									
A3	Works Under Sub-Components A3 PBMC	38.90	2334	20%	80%	110.033		110.033	110.033		110.033	110.033		110.033
A4	Supervision Consultant during construction period	21.90	1314	80%	20%	6.599		6.599	47.764		47.764	47.764		47.764
A5	Mtce. Of Project Roads EPC (5 Years)	8.40	504	0%	100%									
A6	Maintenace of Annuity for 15 Years	51.00	3060	0%	100%									
A7	Supervision during 5 Year Maintenance period	1.80	108	0%	100%									
A8	Other Costs													
i	R&R and LA	85.90	5154	0%	100%					1138.000	1138.000		1138.000	1138.000
ii	Utility Shifting	27.40	1644	0%	100%		8.173	8.173		125.734	125.734		125.734	125.734
iii	Others	9.00	540	0%	100%		4.418	4.418		46.680	46.68		46.680	46.680
<b>B</b>	<b>Institutional Capacity Enhancement</b>	11.00	660	80%	20%									
B 04	HRD Knowledge Transfer and Capacity Building through training								0.683		0.683	0.683		0.683
<b>C</b>	<b>Road Safety</b>	20.00	1200	80%	20%									
C1-01	Road Safety Result Frame work (Advertisement for Consultancy)								1.160		1.160	1.160		1.160
	<b>Total (3)</b>	<b>777.50</b>	<b>46650</b>			<b>116.632</b>	<b>12.591</b>	<b>129.223</b>	<b>839.985</b>	<b>1310.414</b>	<b>2150.399</b>	<b>839.985</b>	<b>1310.414</b>	<b>2150.399</b>
(2-3)	4 Closing Balance													760.582

Sd/\*\*\*Financial Controller,  
TNRSP II

sd/\*\*\*Superintending Engineer (H),  
TNRSP II,

*M. B. Joseph*  
Senior Audit Officer



**GOVERNMENT OF TAMIL NADU**  
**TAMIL NADU ROAD SECTOR PROJECT (SECOND)**

Statement of Sources and Uses of Funds (By Project Components)  
IFR for the period from 01.02.2016 to 29.02.2016

**IFR FORM - IC**

**(LOAN NO.8499-IN)**

**(Rs. in Million)**

		Sources of Funds	LOC											
	1	Opening Balance												441.417
	2	Drawn from Treasury Govt. Of Tamil Nadu EAP												498.516
(1+2)		<b>Total</b>												<b>939.933</b>
		Uses of Funds												
	3	Project Components												

**(Rs. in Million)**

Sl. No.	Component	Particulars	Project Cost		Sharing Pattern		For the period from 01.02.2016 to 29.02.2016			Year to Date			Cumulative Till Date		
			US\$	INR	World Bank	Govt. Tamil Nadu	Reim.	Non-Reim	Total	Reim.	Non-Reim	Total	Reim.	Non-Reim	Total
	<b>A</b>	<b>Net work Improments</b>													
	A1	Works Under Sub-Components including allotment for any cost increases	301.40	18084	50%	50%	199.109		199.109	879.454		879.454	879.454		879.454
	A2	Works Under Sub-Components A2 PPP DB FOMT	200.80	12048	100%	0									
	A3	Works Under Sub-Components A3 PBMC	38.90	2334	20%	80%	47.055		47.055	157.088		157.088	157.088		157.088
	A4	Supervision Consultant during construction period	21.90	1314	80%	20%	7.601		7.601	55.100		55.100	55.100		55.100
	A5	Mtce. Of Project Roads EPC (5 Years)	8.40	504	0%	100%									
	A6	Maintenace of Annuity for 15 Years	51.00	3060	0%	100%									
	A7	Supervision during 5 Year Maintenance period	1.80	108	0%	100%									
	A8	Other Costs													
	i	R&R and LA	85.90	5154	0%	100%					1138.000	1138.000		1138.000	1138.000
	ii	Utility Shifting	27.40	1644	0%	100%		4.020	4.020		129.754	129.754		129.754	129.754
	iii	Others	9.00	540	0%	100%		11.190	11.190		58.135	58.135		58.135	58.135
	<b>B</b>	<b>Institutional Capacity Enhancement</b>	11.00	660	80%	20%									
	B 04	HRD Knowledge Transfer and Capacity Building through training								0.683		0.683	0.683		0.683
	<b>C</b>	<b>Road Safety</b>	20.00	1200	80%	20%									
	C1-01	Road Safety Result Frame work (Advertisement for Consultancy)								1.160		1.160	1.160		1.160
		<b>Total (3)</b>	<b>777.50</b>	<b>46650</b>			<b>253.765</b>	<b>15.210</b>	<b>268.975</b>	<b>1093.485</b>	<b>1325.889</b>	<b>2419.374</b>	<b>1093.485</b>	<b>1325.889</b>	<b>2419.374</b>
(2-3)	4	Closing Balance													670.958

Sd/\*\*\* Financial Controller,  
TNRSP II

Sd/\*\*\*Superintending Engineer (H),  
TNRSP II,

*M. B. Srinath*  
Senior Audit Officer



**GOVERNMENT OF TAMIL NADU**  
**TAMIL NADU ROAD SECTOR PROJECT (SECOND)**

Statement of Sources and Uses of Funds (By Project Components)  
IFR for the period from 01.03.2016 to 31.03.2016

**IFR FORM - IC**

**(LOAN NO.8499-IN)**

**(Rs. in Million)**

		Sources of Funds	LOC												
	1	Opening Balance													670.958
	2	Drawn from Treasury Govt. Of Tamil Nadu EAP													341.446
(1+2)		<b>Total</b>													<b>1012.404</b>
	3	Uses of Funds													
		Project Components													

**(Rs. in Million)**

Sl. No.	Component	Particulars	Project Cost		Sharing Pattern		For the period from 01.03.2016 to 31.03.2016			Year to Date			Cumulative Till Date		
			US\$	INR	World Bank	Govt. Tamil Nadu	Reim.	Non-Reim	Total	Reim.	Non-Reim	Total	Reim.	Non-Reim	Total
	<b>A</b>	<b>Net work Improvements</b>													
	A1	Works Under Sub-Components including allotment for any cost increases	301.40	18084	50%	50%	355.937		355.937	1235.391		1235.391	1235.391		1235.391
	A2	Works Under Sub-Components A2 PPP DB FOMT	200.80	12048	100%	0									
	A3	Works Under Sub-Components A3 PBMC	38.90	2334	20%	80%	86.118		86.118	243.206		243.206	243.206		243.206
	A4	Supervision Consultant during construction period	21.90	1314	80%	20%	27.593		27.593	82.959		82.959	82.959		82.959
	A5	Mtce. Of Project Roads EPC (5 Years)	8.40	504	0%	100%									
	A6	Maintenace of Annuity for 15 Years	51.00	3060	0%	100%									
	A7	Supervision during 5 Year Maintenance period	1.80	108	0%	100%									
	A8	Other Costs													
	i	R&R and LA	85.90	5154	0%	100%		-44.914	-44.914		1093.086	1093.086		1093.086	1093.086
	ii	Utility Shifting	27.40	1644	0%	100%		113.666	113.666		243.420	243.420		243.420	243.420
	iii	Others	9.00	540	0%	100%		15.873	15.873		73.742	73.742		73.742	73.742
		Tree Plantation						222.654	222.654		222.654	222.654		222.654	222.654
		Supervision Charges						16.364	16.364		16.364	16.364		16.364	16.364
		Lands						44.914	44.914		44.914	44.914		44.914	44.914
	<b>B</b>	<b>Institutional Capacity Enhancement</b>	11.00	660	80%	20%									
	B 04	HRD Knowledge Transfer and Capacity Building through training								0.683		0.683	0.683		0.683
	<b>C</b>	<b>Road Safety</b>	20.00	1200	80%	20%									
	C1-01	Road Safety Result Frame work (Advertisement for Consultancy)								1.160		1.160	1.160		1.160
		<b>Total (3)</b>	<b>777.50</b>	<b>46650</b>			<b>469.648</b>	<b>368.557</b>	<b>838.205</b>	<b>1563.399</b>	<b>1694.180</b>	<b>3257.579</b>	<b>1563.399</b>	<b>1694.180</b>	<b>3257.579</b>
(2-3)	4	Closing Balance													174.199

Sd/\*\*\*Financial Controller,  
TNRSP II

Sd/\*\*\*Superintending Engineer (H),  
TNRSP II,  
M.B. Joseph  
Senior Audit Officer