- - 8 7352/rol6

कार्यालय महालेखाकार (आर्थिक एवं राजस्व क्षेत्र लेखापरीक्षा), तमिलनाडु

CECONOMIC AND REVENUE SECTOR AUDIT), TAMILNADU

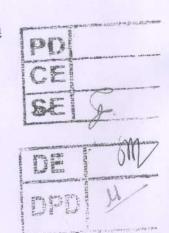
Good of the Serva Parumal Port St. Huad, Chennal and St.

AG (E&RSA)/WM (C)/General/2015-16/ 14-3

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,
1st Floor, Greenways Road
Chennai 600 028.



# 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.

acceptable .

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

NB: 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

M. B. Sporch

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

				(LOAN	NO.8499-IN)			IFR FORM - IO
			Sources of Funds			LOC		
		1	Opening Balance					
		2	Drawn from Treasury Govt. Of Tamil Nadu EAP					610.00
(	1+2)		Total					612.76
			Uses of Funds					612.76
		3	Project Components				1	

Compo		Particulars	Project	Cost	Sharing	Pattern		riod from 30.09.20	28.05.215 15	-	Year to Dat	e	(Rs. in Million		
			US\$	INR	World Bank	Govt. Tamil Nadu	Reim.	Non- Reim	Total	Reim.	Non-Reim	Total	Reim.	Non- Reim	Total
A		Net work Improments		160										Keim	
	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
В	В	Institutional Capacity Enhancement	11.00	660	80%	20%	***************************************				20 1120 31	20112071		27,291	24.297
С	С	Road Safety	20.00	1200	80%	20%								-	
	-	Total (3)	777.50	46650			297.701	64.246	361.947	297.701	64.246	361.947	297.701	64.246	361.947
(2-3)	4	Closing Balance											Total Constitution To The		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

Senior Audit Office

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 Opening Balance 1979.056 2229,869 Drawn from Treasury Govt. Of Tamil Nadu EAP (1+2) Uses of Funds (Rs. in Million) 3 Project Components For the period from 01.10.2015 Cumulative Till Date Year to Date Sharing Pattern to 30.11.2015 Project Cost Compo Particulars Non-Reim Total nent Non-Reim Total Reim. Govt. Tamil Reim. Non-Reim Total Reim. INR World Bank USS Nadu Net work Improments 530.623 530.623 530,623 A 270,265 530,623 270.265 Works Under Sub-Components including 50% 50% 18084 301.40 allotment for any cost increases Works Under Sub-Components A2 PPP 100% 12048 200.80 A2 DB FOMT 80% 20% 2334 38.90 Works Under Sub-Components A3 PBMC 38.781 38.781 38.781 A3 1.438 \*38.781 1.438 Supervision Consultant during construction 20% 80% 1314 21.90 A4 0% 100% 504 8.40 Mtce. Of Project Roads EPC (5 Years) A5 100% 0% 3060 51.00 Maintenace of Annuity for 15 Years A6 100% 0% 108 Supervision during 5 Year Maintenance period 1.80 A7 1138.000 1138,000 1138.000 1138,000 A8 Other Costs 1138.000 1138.000 100% 0% 5154 85.90 115.412 115.412 115.412 i R&R and LA 115,412 79.393 79.393 100% 0% 37.822 37.822 1644 27.40 37.822 Utility Shifting 37.822 9.595 ii 9.595 100% 0% 540 9.00 Others iii 80% 20% 660 11.00 Institutional Capacity Enhancement 0.683 0.683 В B 0.683 HRD Knowledge Transfer and Capacity Building \*0.683 0.683 0.683 B 04 through training 20% 1200 80% 20.00 Road Safety 1.160 C C 1.160 1.160 Road Safety Result Frame work (Advertisement 1.160 \*1.160 1.160 571.247 1291.234 1862.481 571.247 1291.234 1862.481

46650

777.50

Total (3)

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

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

729.335

1226.988 1500.534

273.546

Senior Audit Officer

C1-01 for Consultancy)

Closing Balance \* 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 withdrawal (2-3)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

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

(LOAN NO.8499-IN)

IFR FORM - IC

					(Rs. in Millio
Sources of Funds				LOC	
Opening Balance					
Drawn from Treasury Govt. Of Tamil Nadu EAP					197.
Total					1048.
Jses of Funds					
Project Components					
0	rawn from Treasury Govt. Of Tamil Nadu EAP Total	rawn from Treasury Govt. Of Tamil Nadu EAP Total (ses of Funds	Pening Balance Trawn from Treasury Govt. Of Tamil Nadu EAP Total Sees of Funds	Pening Balance Trawn from Treasury Govt. Of Tamil Nadu EAP Total Ses of Funds	Pening Balance Prawn from Treasury Govt. Of Tamil Nadu EAP Total Ses of Funds

Section 1000	ompon ent		Particulars	Project	Cost	Sharing	Pattern	For the period from 01.12.215 to 31.12.2015			3	ear to Dat	e	Cumulative Till Date		
				us\$	INR	World Bank	Govt. Tamil Nadu	Reim.	Non-Reim	Total	Reim.	Non-Reim	Total	Reim.	Non-Reim	Tota
	A		Net work Improments													
		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		680.34
		A2	Works Under Sub-Components A2 PPP DB FOMT	200.80	12048	100%	0									
		АЗ	Works Under Sub-Components A3 PBMC	38.90	2334	20%	80%							Filtra		
		A4	Supervision Consultant during construction period	21.90	1314	80%	20%	2.119		2.119	41.165		41.165	41.165		41.16
		A5	Mtce. Of Project Roads EPC (5 Years)	8.40	504	0%	100%	-575								
		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	1138.00
		ii	Utility Shifting	27.40	1644	0%	100%		2.149	2.149		117.561	117.561		117.561	117.56
		iii	Others	9.00	540	0%			4.705	4.705		42.262	42.262		42,262	42.26
	В	В	Institutional Capacity Enhancement	11.00	660	80%	20%				I of the					
		В 04	HRD Knowledge Transfer and Capacity Building through training								0.683		0.683	0.683		0.68
	С	С	Road Safety	20.00	1200	80%	20%									
		C1-01	Road Safety Result Frame work (Advertisement for Consultancy)	20.00	1200	30%	2070				1.160		1.160	1.160		1.16
			Total (3)	777.50	46650			151.841	6.854	158.695	723.353	1297.823	2021.176	723.353	1297.823	2021.170
117	(2-3)	4	Closing Balance													889.80

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

0 01

Senior Audit Officer

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

		Sources of Funds			 100		(Rs. in Million
	1	Opening Balance			 LOC		
	2	Drawn from Treasury Govt. Of Tamil Nadu EAP				1	889.8
1+2)		Total		 -			
	3	Uses of Funds Project Components					889.8 129.2

Compon ent	((	Particulars	Project	Cost	Sharing	Pattern		the period 2016 to 31.0			Year to Da	te	Cum	s. in Million	
			US\$	INR	World Bank	Govt. Tamil Nadu	Reim.	Non-Reim	Total	Reim.	Non-Reim	Total	Reim.	Non-Reim	Total
A		Net work Improments				- Hudu							ACCIAL.	Non-Reim	TOTAL
	A1	Works Under Sub-Components including allotment for any cost increases	301.40	18084	50%	50%				680.345		680,345	680.345		680,345
11/2	A2	Works Under Sub-Components A2 PPP DB FOMT	200.80	12048	100%	0							900.010		000.043
	A3	Works Under Sub-Components A3 PBMC	38.90	2334	20%	80%	110.033		110.033	110.033	2015	110.000			
	A4	Supervision Consultant during construction period	21.90	1314	80%	20%	6.599		6.599	47,764	2000	110.033 47.764	110.033		110.033 47.764
	A5	Mtce. Of Project Roads EPC (5 Years)	8.40	504	0%	100%							17,101		47.704
	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%									
	ii	Utility Shifting	27,40	1644	0%	100%			1000000		1138.000			1138.000	1138.000
	iii	Others	9.00	540	0%	100%		8.173 4.418	8.173		125.734	125.734		125.734	125.734
В	В	Institutional Capacity Enhancement	11.00	660	80%	20%		4.418	4.418		46.680	46.68		46.680	46.680
	B 04	HRD Knowledge Transfer and Capacity Building through training								0.500					THE RESERVE TO SERVE
C	C	Road Safety	20.00	1200	909/	2001		23		0.683		0.683	0.683		0.683
	C1-01	Road Safety Result Frame work (Advertisement for Consultancy)	20.00	1200	80%	20%				1.160	-				
		Total (3)	777.50	46650			116.632	12.591	129,223	1.160	1310.414	1.160 2150.399	1.160	1010 414	1.160
(2-3)	4	Closing Balance				1))+				007,500	1010.414	2150.399	839.985	1310.414	2150.399 760.582

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

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

M.B. Jonesh Senior Audit Officer

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

441.417

498.516

1.160

2419.374

670.958

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

(Rs. in Million)

1	-45	Drawn from Treasury Govt. Of Tamil Nadu EAP						and the second second							490.010
(1+2)		Total					Mayor reserved								939.933
1/		Uses of Funds													MATERIA DE LA
T	3	Project Components									+ 5				
														(Rs.	. in Million
Compon		Particulars	Project	Cost	Sharing	Pattern		the period 2016 to 29.0		Y	ear to Date		Cumi	ulative Till	Date
			US\$	INR	World Bank	Govt. Tamil Nadu	Reim.	Non-Reim	Total	Reim.	Non-Reim	Total	Reim.	Non-Reim	Total
A		Net work Improments													
	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		157.08
	A4	Supervision Consultant during construction period	21.90	1314	80%	20%	7.601		7.601	55.100		55.100	55.100		55.10
	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	1138.00
	íi	Utility Shifting	27.40	1644	0%	100%		4.020	4.020		129.754	129.754		129.754	129.75
	iii	Others	9.00	540	0%			11.190	11.190		58.135	58.135		58.135	58.13
В	В	Institutional Capacity Enhancement	11.00	660	80%	20%	- Tables								
	B 04	HRD Knowledge Transfer and Capacity Building through training								0.683		0.683	0.683		0.68

20%

253.765

1200

46650

20.00

777.50

Total (3)

80%

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

Road Safety Result Frame work (Advertisement

Road Safety

Closing Balance

C1-01 for Consultancy)

C

(2-3)

Sources of Funds

Opening Balance

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

1.160

1.160

1093.485 1325.889 2419.374 1093.485 1325.889

Senior Audit Officer

1.160

268.975

15.210

LOC

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							670.95				
	2	Drawn from Treasury Govt. Of Tamil Nadu EAP		<u> </u>					341.44				
(1+2)		Total							1012.40				
		Uses of Funds											
	3	Project Components											

61. fo.	Compon ent		Particulars	Project	Cost	Sharing	Pattern	For the period from 01.03.2016 to 31.03.2016			Y	ear to Date		Cum	mulative Till Date	
				US\$	INR	World Bank	Govt. Tamil Nadu	Reim.	Non-Reim	Total	Reim.	Non-Reim	Total	Reim.	Non-Reim	Total
	A		Net work Improments													
		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
	U.S.	A2	Works Under Sub-Components A2 PPP DB FOMT	200.80	12048	100%	0									
		АЗ	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%				65		/			
		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		100%		15.873	15.873		73.742	73.742		73,742	73.742
			Tree Plantation						222.654	222.654	160	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
	В	В	Institutional Capacity Enhancement	11.00	660	80%	20%									
		B 04	HRD Knowledge Transfer and Capacity Building through training								0.683		0.683	0.683		0.683
	C	С	Road Safety	20.00	1200	80%	20%				14	-				
		C1-01	Road Safety Result Frame work (Advertisement for Consultancy)			// = 1 +> 1					1.160		1.160	1.160		1.160
	-		Total (3)	777.50	46650			469.648	368.557	838.205	1563.399	1694.180				3257.579
	(2-3)	4	Closing Balance									N 0.20				174.199

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

TNRSP II, Senior Audit Officer