



सत्यमेव जयते

**OFFICE OF THE ACCOUNTANT GENERAL (AUDIT-I)
ODISHA, BHUBANESWAR.**

No- FINAT/STRIVE/Audit Certificate/2020-21/56

Date: 25.10.2021

To

The Director,
Skills Strengthening for Industrial Value Enhancement (STRIVE),
Directorate of Technical Education and Training,
Killamaidan, Buxi Bazaar,
Cuttack, Odisha 753 001

Sub: - Report on the Project Financial Statement of World Bank assisted Skills Strengthening for Industrial Value Enhancement (STRIVE), Loan No -5965 IN for the Financial Year 2019-20.

Sir,

We have audited the accompanying financial statement of **World Bank assisted Skills Strengthening for Industrial Value Enhancement (STRIVE)**, financed under World Bank **Loan A/c No.- 5965 IN**, which comprise the statement of sources and applications of funds and the reconciliation of the claims to the total applications of Funds for the year ended 31.03.2020. These statements are the responsibility of the Project's Management. Our responsibility is to express an opinion on the accompanying financial statements of 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 from material misstatement. Our audit examines, on test basis, evidence supporting the amounts and disclosures on 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, except for the ineligible expenditure as detailed in the audit observations appended in this audit report, the financial statements present fairly, in all material respects, the sources and application of funds of **Skills Strengthening for Industrial Value Enhancement (STRIVE), Loan No -5965 IN** for the year ended 31.03.2020 is in accordance with Government of India accounting standards.

In addition, in our opinion, with respect to SOEs, adequate supporting documentation has been maintained to support the claims to the World Bank for reimbursements of expenditures incurred and expenditures are eligible for financing under the loan / credit agreement. During the course of audit, SOEs/ FMRs were examined and these can be relied upon to support reimbursement under the Loan / Credit Agreement.

This report is issued without prejudice to Comptroller & Auditor General's right to incorporate the audit observation in the Report of CAG of India for being laid before Parliament / State Legislature.

Encl- 1) Statement of Sources and Application of Funds
2) Audit Observation


25/10/11
Sr. Deputy Accountant General/AMG-IV

Name of the Project: **Skills Strengthening for Industrial Value Enhancement (STRIVE)**

Loan/ Credit/ Grant No – IDP Loan No -5965 IN

Statement of Sources and Applications of Funds

Report for financial year ended on 31.03.2020

(Amounts in ₹)

| Particulars | Up to previous year (31.03.2019) | Current year Expenditure reported in SoE 01.04.2019 to 31.03.2020 | Ineligible expenditure (01.04.2019 to 31.3.2020) | Amount Qualified for certification (01.04.2019 to 31.3.2020) | Qualified Expenditure Project till date 31.03.2020 |
|---|----------------------------------|---|--|--|--|
| Opening Balance (if cash Balance is controlled by the Entity) (A) | Nil | Nil | Nil | Nil | Nil |
| Receipts | | | | | |
| Funds Received from Government through Budget | | | | | |
| a. Result Area 2- SPIU of DTET | Nil | 2,13,00,000 | - | 2,13,00,000 | 2,13,00,000 |
| b. Result Area 4- Industry Cluster | Nil | 40,00,000 | - | 40,00,000 | 40,00,000 |
| c. SAMC- SPIU of DTET | Nil | 39,93,000 | - | 39,93,000 | 39,93,000 |
| d. SPIU | Nil | 20,00,000 | - | 20,00,000 | 20,00,000 |
| Beneficiary Contribution (if any) | - | - | - | - | - |
| Total Receipts (B) | Nil | 3,12,93,000 | - | 3,12,93,000 | 3,12,93,000 |
| Total Source (C= A+B) | Nil | 3,12,93,000 | - | 3,12,93,000 | 3,12,93,000 |
| Expenditure by components | | | | | |
| a. Result Area 2- SPIU of DTET | Nil | 1,86,19,193 | 57,000 | 1,85,62,193 | 1,85,62,193 |
| b. Result Area 4- Industry Cluster | Nil | Nil | Nil | Nil | Nil |
| c. SAMC- SPIU of DTET | Nil | 4,95,858 | Nil | 4,95,858 | 4,95,858 |
| d. SPIU | Nil | 1,01,984 | Nil | 1,01,984 | 1,01,984 |
| Total Expenditure (D) | Nil | 1,92,17,035 | 57,000 | 1,91,60,035 | 1,91,60,035 |
| Closing Balance (C-D) | Nil | 1,20,75,965 | | 1,21,32,965* | 1,21,32,965* |

* Closing balance includes ₹57,000/- of ineligible expenditure.


Sr. Audit Officer/FINAT

Name of the Project: Skills Strengthening for Industrial Value Enhancement (STRIVE)

Loan/ Credit/ Grant No – IDP Loan No -5965 -IN

Report for financial year ended on 31.03.2020

AUDIT OBSERVATION

Ineligible Expenditure:

In pursuance of Table 27: Eligible and Ineligible Expenditure under IAI Grant under Para 3.4.7 of Skills Strengthening for Industrial Value Enhancement (STRIVE) Operation Manual (3rd January 2019) issued by Directorate General of Training, Ministry of Skill Development and Entrepreneurship, Government of India, purchase of laptops and other electronic gadgets including smart phones comes under the ambit of ineligible expenditure of Result Area (RA) 4. However, during audit of vouchers relating to RA 4, it is observed that an amount of ₹ 57,000/- (dated 20.10.2019) has been expended towards purchase of laptop.

The Director, Skills Strengthening for Industrial Value Enhancement (STRIVE), Directorate of Technical Education and Training, Cuttack is advised to deposit ₹ 57,000/- in STRIVE Project Account, which was treated as ineligible expenditure under RA 4 component of the project.


Sr. Audit Officer/FINAT