

F. No. 11-6/2012-EE-15
Government of India
Ministry of Human Resource Development
Department of SE&L
EE-II Bureau

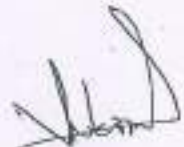
New Delhi, the 29th August, 2017

Subject: Minutes of 51st Quarterly Review Meeting of Finance Controllers of State Implementation Societies.

Minutes of the above meeting held on 5th & 6th June, 2017 at New Delhi are enclosed herewith for your information and necessary action.

Action taken report may please be submitted to MHRD within a month.


Encl. 1

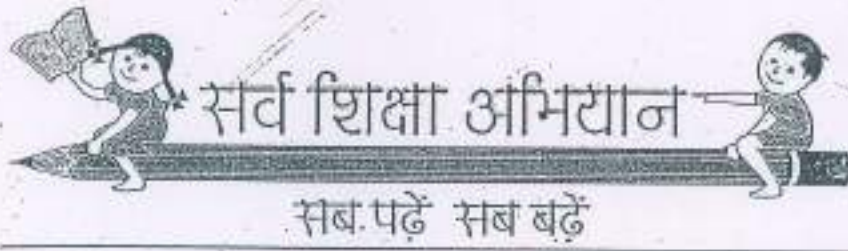

(V.K. Verma)
Under Secretary

State Project Directors of all States/ UTs

Copy to:

1. Finance Controllers of SIS of all States/ UTs
2. All Division Heads


(V. K. Verma)
Under Secretary



MINUTES
51st Quarterly Review Meeting
of Finance Controllers of State
Implementing Societies

5th & 6th June, 2017

New Delhi

Index

Sl. No.	Title	Page No.
1.	Minutes of 51 st Quarterly Review Meeting	I-VII
2.	List of Finance Controllers/ Officials attended (Annexure-A)	1-5
3.	Programme Schedule (Annexure-B)	6-7
4.	Presentation of Tribal Sub-Plan (TSP) (Annexure C)	8-17
5.	Presentation on Status of opening of Separate Bank A/Cs (Annexure D)	18-25
6.	Presentation on Operation of PFMS (Annexure-E)	26-33
7.	Statement regarding Operation of PFMS (Annexure-F)	34-42
8.	Presentation on other Financial Indicators (Annexure-G)	43-44
9.	Presentation on other Financial Indicators-II (Annexure-H)	45-65
10.	Presentation on C&AG Performance Audit Report (Annexure-I)	66-77
11.	Statement on C&AG Performance Audit Report (Annexure-J)	78
12.	Presentation on Rendition of Audit Report (Annexure-K)	79-95
13.	Presentation on 24 th JRM Recommendation (Annexure-L)	96-102

Minutes of 51st Quarterly Review Meeting of Finance Controllers of
Sarva Shiksha Abhiyan

1. The 51st Quarterly Review Meeting of Finance Controllers of State Implementation Societies of Sarva Shiksha Abhiyan was held on 5th & 6th June, 2017 at IHC, New Delhi. The meeting was chaired by Shri. Manjeet Kumar, Under Secretary, MHRD.
2. The list of participants of the meeting is at Annexure 'A'. The participants includes the Finance Controllers/ Accounts officers and MIS Coordinators from the participating States/ UTs except the States/ UTs of Andaman & Nicobar Islands, Lakshadweep, Jammu & Kashmir, Odisha, Sikkim, Tripura and Chhattisgarh and all TSG Finance Consultants.
3. The agenda of the meeting is at Annexure 'B'.
4. At the outset, Shri. Manjeet Kumar, Under Secretary, MHRD welcomed the participants and briefly spelled out the agenda of the meeting and flagged the issues for discussion. Shri P.K. Rangarajan, Sr. Consultant also briefed about the agenda of the meeting.
5. The first session on 'Tribal Sub Plan' (TSP) was taken up by Sh. Dev Raj, Chief Consultant, TSG wherein he after giving the brief background on TSP, briefly explained the main deficiencies highlighted by C&AG in

the performance audit report of States/UTs covering the period April 2010 to March 2016 viz non-maintenance of accounts component wise and issue of utilization certificate component wise - General Component, Scheduled Caste Component and Scheduled Tribes Component.

5.1 The detailed presentation covering, the background, objectives, basic features, funds flow, applicability, recommendations of C&AG, point at issue, response of States/ UTs and opening of three joint signatory saving bank accounts, component wise, were discussed. Annexure 'C' attached.

5.2 After; the presentation, Shri. P.K. Rangarajan, Sr. Consultant asked the States/ UTs about the status of opening of three joint signatory saving bank accounts, difficulties and suggestions.

5.2.1 In this regard, the comments/ views obtained individually from all the States/ UTs were compiled and annexed as Annexure-'D'. From the Annexure-'D', it would be seen that majority of the States/ UTs have advocated operation of only one joint signatory saving bank account. The State of Rajasthan expressed the practical difficulty of opening of more than three lakh bank accounts up to school/ SMC level and further stated that as per RBI guidelines, a minimum deposit of Rs. 1000 is required in case of Rural bank branches and Rs. 5000 in case of City branches. Thus, in a school grant for Rs. 5000, the school will be deprived of utilizing Rs. 1000/ 5000.

The opening of 3 joint signatory saving bank accounts is not applicable to ST dominated States/UTs (Above 60% ST population) i.e. Arunachal Pradesh, Mizoram, Meghalaya, Nagaland, Lakshadweep, Dadra & Nagar Haveli.

- Some of the states viz Andhra Pradesh, Karnataka, Rajasthan and West Bengal stated that more than three lakh bank accounts would be required to be opened up to school level which is practically not possible to maintain and operate as there would be no staff for this extra work.
- 4 States/UTs viz Andhra Pradesh, Assam, Damian & Diu and Punjab have opened 3-4 bank accounts at state level.
- The unanimous opinion was that opening of so many bank accounts would not serve the purpose and secondly it would not be possible to maintain the bank accounts to such an extent. The option left is to maintain the separate ledger accounts component wise.
- State of Gujarat opened at State level. Rest, no State/UT have opened the 3 bank accounts as advised.
- The States/UTs of Bihar, Dadra & Nagar Haveli, Delhi, Goa, Haryana, Himachal Pradesh, Jammu & Kashmir, Jharkhand, Karnataka, Kerala, Lakshadweep, Madhya Pradesh, Maharashtra, Manipur, Mizoram, Nagaland, Puducherry, Rajasthan, Tamil Nadu, West Bengal have not yet opened the 3 saving bank A/Cs.

5.2.2 Sh. Manjeet Kumar, Under Secretary in the concluding remarks stressed that whatever method you may adopt, the whole idea is that you should maintain the component wise expenditure and be able to produce the documentary evidence to C&AG that so much amount was spent component-wise and so many students category wise have been benefitted from the scheme. With this, the 1st session came to an end.

5.2.3 With the discussion and the feedback obtained from the States/ UTs- the clear cut picture as to how to tackle the observations of C&AG has not emerged. Thus, there is a need to examine the issue denovo along with all the orders on the subject in light of the observations of C&AG and take a holistic view/ decision by MHRD.

6. The second important session on 'PFMS' was taken up by Sh. P.K. Rangarajan, Sr. Consultant, (Annexure 'E' attached) where the status of preparation for implementation of PFMS was obtained from all the States/ UTs . The outcome was not encouraging. However, final commitment was obtained from the States/ UTs for completion of preparatory work and compiled the data in a table enclosed as Annexure 'F'. From Annexure 'F', it would be seen that most of the States/ UTs given the assurance that the work of PFMS would be completed by June-July, 2017.

6.1. The commitment given by the States/ UTs for completion of all the formalities for implementation of PFMS can be further followed up by all

concerned officials of TSG/ MHRD on fortnightly/ monthly feedback reporting system with States/ UTs.

7. Sh. B. L. Bijlani, Consultant, in his 1st session obtained the status of wanting Annual Reports from the States/UTs and obtained the commitment that by which date the copy of report will be sent inter alia explaining the guidelines for submission of Annual Report. Annexure 'G' attached. This can be further followed up.

7.1 In another session, Shri B.L. Bijlani, Consultant discussed the deficiencies observed in the feedback reports of staffing, internal audit, Bank Reconciliation Statement, computerized accounting etc. and stressed the need to submit the complete reports. Annexure 'H' attached.

8. A presentation on C&AG performance Audit Report on implementation of Right to Education Act, 2009, was given by Sh. Dev Raj, Chief Consultant (Annexure 'I' attached). The various irregularities/ issues highlighted in the report were brought to the notice of participants and was stressed to take the remedial measures so that such irregularities do not recur.

8.1 At the end, the stock of rendition of replies to C&AG report was taken up. Most of the States/ UTs were even unaware of our communication of 3rd May, 2017 on the subject. States/ UTs were asked

to submit the replies to C&AG audit report. Replies from the States/ UTs were awaited except one or two odd cases wherein the replies were sent. All the States/ UTs committed to submit the reply by 15th June, 2017 (Annexure 'J' attached). On receipt of the replies from the States/ UTs, TSG/ MHRD may sent the final reply to C&AG.

9. The penultimate session on Audit Reports and its follow up action by States/UTs was taken up by Sh. Dev Raj, Chief Consultant & Sh. Satya Prakash, Sr. Consultant (Annexure 'K' attached). In this session, the time schedule for conduct of audit by CA and timely rendition of Audit report to TSG& MHRD was stressed upon the States/ UTs.

9.1 The financial irregularities compiled from various audit reports were highlighted and stressed the need for its early regularization/ settlement. The issue of settlement of long outstanding observations was also highlighted where States/ UTs were asked for expediting the replies. The common nature of observations and raising of same observations in the subsequent years by the CA was also highlighted for necessary compliance. The details of outstanding observations in respect of Karnataka State were also shown in the presentation.

In case of 4 States viz Karnataka, Uttar Pradesh, Jharkhand & Odisha data of outstanding observations was compiled and discussed highlighting that even initial replies in r/o most of the audit observations were awaited from States.

10. The final session on 24th JRM was taken up by Shri P.K. Rangarajan, Sr. Consultant ((Annexure '1' attached). where various irregularities/ issues raised by World Bank team were highlighted and suggested to take the corrective action thereon.

10.1 It was also emphasized to prepare the procurement plan 2017-18 and upload on 'Shagun portal' website.

With the above, deliberations the two days meeting ended with thanks by Shri P. K. Rangarajan, Sr. Consultant.

THE NATIONAL ELECTRONIC DATA PROCESSING CENTRE, PUNE, INDIA. TEL: 020-26121111. FAX: 020-26121112.

S. No.	State Name	No. of Participants	Name	Designation	Phone No.		E-mail	Signature	
					Off	Mobile		05.06.2017	05.06.2017
9	Daman & Diu	1	Yogesh Parivokar	A.A.O.	02-60-2230445	9824571243	SSA781edd@gmail.com		
10	Delhi	1.	BRACWATI PRASAN	Finance Controller	23810362	9810221086	bprasad10669@gmail.com		
		2.	Latika Shrivastava	Acctt. Asstt.	23810362	9919316158	latika.shrivastava@gmail.com		
11	Goa	1.	Bittaram S. Kulkarni	Chief Accountant	2413999	9015592570	bittaram.s.kulkarni@gmail.com		
		2.	ANANDA VEERARAJ	Accounts Officer	2413999	9970157899	anandaveeraj@gmail.com		
12	Gujarat	1.	Shobhikumar Uya	FC	-	9427893452	605554vijay@gmail.com		
		2.	Ankita J. Kulkarni	Accounts Officer	-	9866113686	ankitajkulkarni@gmail.com		
13	Haryana	1.	Rajeev K. Roy	CPTA	2590505	7691025228	rajeev.k.roy@gmail.com		
		2.	SANJEEV GUPTA	A.O.	2590505	9463689130	sanjeevgupta@gmail.com		
14	Himachal Pradesh	1.	VIJAY SOFNA	F.C. ICA HP	2659852	9418040976	vijay.sofna@gmail.com		
		2.	ANITA SHARMA	Accounts Officer	-	-	anita.sharma@gmail.com		
15	J & K								
15	Jharkhand	1.	Am Prakash Mishra	AFC	-	943118973	ampkash@gmail.com		
		2.							

S. No.	State Name	No. of Participants	Name	Designation	Phone Nos		E-mail	Signature	
					Off	Mobile		06.06.2017	06.06.2017
17	Karnataka	1	KAMRAGANT D	F.C.	90-242772	9448782308	ssfaccont@karnataka.gov.in		
18	Kerala	1	Abdul Vahab E.	F.C.	0491 250350	09442307614	cevalub@kerala.gov.in		
		2	S. Raji	MOIS	5320352	9449502002	srj@princgen.gov.in		
19	Lakshadweep								
20	Madhya Pradesh	1	PANKAJ MOHAN	F.C.	2574203	9425155064	Pankajmohan.fy@mp.gov.in		
		2	D.S.SISODIA	PROGRAMMER SUMITRAJINVAR OFFICER	276897	9693737654	dsisodia66@gmail.com		
21	Maharashtra	1	G.N. Deshmukh	J.D. (F&A)		9049883828	gn.deshmukh@maharashtra.gov.in		
		2	M.V. Yashwanth	ASSR (F&A)		9049990351	m.v.yashwanth@maharashtra.gov.in		
22	Manipur	1	Sumanjyoti Bhumu	SI. Audit Officer	248554	9974059011	sumanjyoti@manipur.gov.in		
		2	W. SETHI	P.C.		8419959170	sethi@manipur.gov.in		
23	Meghalaya	1	TARANA SHILPA	SI. ACFT	0364 2502315	9154603333	tarana@meghalaya.gov.in		
		2	R. BHATTACHARJEE	F.C.	-DD-	9432666666	-D-		
24	Mizoram	1	LALIKEN SANYAL	FAN	0369 2505550	9437614113	laliken@mizoram.gov.in		
		2	ROCHUNWANGA	ACCOUNTANTS		8118714123	rochunwanga@mizoram.gov.in		

Contact Details for the Participants of 51st Quarterly Review Meeting of Finance Controllers (5th and 6th June, 2017, at New Delhi)

S. No.	State Name	No. of Participants	Name	Designation	Phone Nos.		E-mail	Signature	
					Off	Mobils		05.08.2017	06.06.2017
32	Tripura								
34	Uttar Pradesh		Ambarish B. Singh	FC & CB	554 04	9115 91555	Ambarish@b.nic.in		
35	Uttaranchal	1	Mr. Suresh Lal	AO	554 UK	8125425846	ssr06jfn@gmail.com		
		2	Mr. P. C. Bhowmik	Accountant	554 UK	827262204			
36	West Bengal		Mr. Sumanta Lal	FC, H.O.	9435136853	9435136853	sumanta.lal@nic.in		
37	TSG		DEA RAV	Chief Accountant	TS-154	9415-2730	dearav@ts.nic.in		

Agenda for the 51st Quarterly Review Meeting of
Finance Controllers
(5th and 6th June 2017)

1. 51st Quarterly Review Meeting is scheduled to be held on 5th & 6th June 2017 and venue of the meeting would be intimated to you separately.
2. The Agenda of the 51st Quarterly Review Meeting is given below.

S. No.	Items
1.	Discussion on PFMS, opening of 3 separate accounts with respect of CAG Audit para on TSP (Tribal Sub Plan) and the submission of replies on CA&G Audit paras on performance of RTE Act.
2.	Action taken report on the decisions of the last meeting held in 2 nd December 2016 Delhi.
3.	Financial performance for the financial year 2016-17 (fourth quarter upto 31 st March 2017) of the SSA and KGBV. (Providing details of releases alongwith copy of sanction orders, utilization and Closing Balance) as per Annexure-A.
4.	Cumulative (year-wise) position of State share release for SSA and KGBV separately as per Annex 'B'.
5.	Whether adequate budget provision has been made.
6.	Status of audit of accounts of VECs / SMCs receiving more than Rs. 1 lakh per year for the F.Y. 2015-16.
7.	Status of Internal Audit and expenditure incurred, for the financial year 2015-16 and 2016-17
8.	Progress of compliance of outstanding audit objections (SSA & KGBV) of CA audit.
9.	Status on Position of staff at SPO, DPQ and sub district level, training of account staff, status of complaint handling mechanism and revision of SMC Manual etc.
10.	Status on monthly Bank Reconciliation at SPO, district level and below district level in respect of each Bank Account.
11.	Year wise position of expenditure incurred by States on elementary education from 1999-2000 to 2016-17 excluding State share ear-marked for SSA.
12.	Action taken by the States on IPAI reports of 1 st phase, 2 nd phase and 3 rd phase and 4 th phase
13.	Status on submission of audited IUFRI, II, III for the complete financial year 2015-16.
14.	Status of preparation of Procurement Plan and hosting on web site.
15.	Any other item with the permission of chair.

States/UTs should email (ssafinance@gmail.com and surbhi.jain@nic.in) the following formats by 29th May 2017 dully filled as on 31st March, 2017 and also bring a copy for the meeting.

- a. Quarterly fund flow and cash forecast statement (Annexure VIII of Financial Management Manual).
- b. Quarterly progress statement (Annexure IX).
- c. Details of Funds released to the districts (Annexure XI).
- d. District wise expenditure statement (Annexure XII).
- e. Quarterly Statement on Settlement of Audit Objections as per Annexure XXV of the Manual.
- f. Quarterly statement of clearance of old unsettled advances.
- g. Details of refund of unspent balances alongwith interest for DPEP and SSA pre-project activities.
- h. Details of advances lying unadjusted for more than the period prescribed in para 75.1 of FM&P (Unitwise).
- i. Financial Performance (Annex 'A').
- j. Details of year-wise release since inception for SSA and KGBV (Annexure -B).
- k. Format of mode of transfer of funds.
- l. Format of Other Financial Indicators including Bank Reconciliation Statement, status of Internal Audit, status of Training of staff of Accounts and Internal Audit, status of Staffing Structure and status of computerised accounting system.
- m. Format of status of rolling out revised VEC / SMC Manual.
- n. Format of status of Pending Advances.
- o. Consolidated Quarterly Progress Report (Annexure C).

p. FM Action Plan & Monthly Expenditure Plan 2016-17.

Financial Management

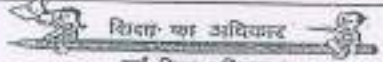
- (i) Ensure that all offices responsible for financial management and procurement at State, district, and sub-district levels have copies of the FMP Manual, and abstracts of the same in vernacular re-issued to all VECs to ensure awareness and compliance of financial norms;
- (ii) Status on the provision of Accountant at Block level.
- (iii) Ensure that orientation and additional in-service training for sub-district accounts officers, ideally trained jointly with community members (as per SSA Implementation Framework);
- (iv) Ensure that only those expenditures for which utilization certifications have been received from the implementing entity (VEC / SMC, BRC, DIET, etc.) will be certified by external auditors and supporting vouchers remain available with them.
- (v) No. of VECs / SMCs receiving more than Rs. 1 lakh per year and number of such VECs / SMCs covered in the statutory audit;
- (vi) Ensure that all schools / VECs / SMCs post financial information on school display boards disclosing funds received and spent on a timely, updated basis;

Procurement

- (i) Ensure that the standard tender documents of State governments as laid down in Para 115.5 of the revised FM&P Manual are invariably used for the procurement;
- (ii) Ensure that the State level procurement organizations are following the procedures laid down in Chapter IX of the revised FM&P Manual.
- (iii) Ensure that where appropriate, the concept of "total cost of ownership (TCO, which includes purchase costs, operating cost, maintenance cost, and remaining value) is followed for the procurement of computers rather than simple purchase cost.

Audit and Outstanding Advances

1. Submission of IUFs -I, II & III for the year FY 2015-16 (Audited) and from 1.04.2016 to 31.03.2017 (unaudited).
2. Follow up action on State visit report submitted by 24th JRM in April 2017 and ATR on other JRM recommendations.
3. Outstanding advances position as on 31.03.2017 as per performa enclosed.
4. Follow up action on decisions taken during 5th, 6th and 7th Regional Audit Review Meetings.


शिवार-यात्रा-उदियकर
सर्व शिवार-उदियकर
सर्व शिवार-उदियकर

**Tribal Sub-Plan (TSP)
Non-Maintenance of Accounts &
Segregation of TSP Funds at State/
District/ Block Level**

**51th Quarterly Review Meeting of
Finance Controllers on 5th & 6th June, 2017
at New Delhi**

Joint Director, Tribal Consultants
Ministry of Tribal Affairs, New Delhi

Introduction

The strategy of Tribal Sub Plan (TSB) was initially developed by an Expert Committee set up by the Ministry of Human Resource Development and Social Welfare in 1972 for the rapid socio-economic development of tribal people and was adopted for the first time in the Fifth Five Year Plan.

Objectives of Tribal Sub Plan

- ▶ The principal aim is to bridge gap between the STs and the general population with respect to all socio- economic development indicators in a time bound manner.
- ▶ Ensure that the share of resources spent for the benefit of STs is at least in proportion to their share in the population of the country.
- ▶ Substantial reduction in poverty and unemployment.

- ▶ Creation of productive assets in favour of STs to sustain the growth likely to accrue through development efforts.
- ▶ Human resource development of the STs by providing adequate education and health services.
- ▶ Provision of physical and financial security against all types of exploitation and oppression.

Basic Features of the TSP

The Tribal Sub Plan is a Central Plan and basic features are given below:-

- Preparation of plan meant for the welfare and development of tribals within the ambit of a State or a UT plan is a part of the overall plan of a State or UT, and is therefore called Tribal Sub-Plan;
- The funds provided under the Tribal Sub Plan have to be at least equal in proportion to the ST population of each State or UT;

- ▶ Tribal and tribal areas of a State are given benefits under the TSP, in addition to what percolated from the overall plan of a State/UT;
- ▶ The Sub-Plan should:-
 - Identify the resources for TSP areas;
 - Prepare a broad policy framework for development; and,
 - Define a suitable administrative strategy for its implementation.

Funding Pattern under the TSP

The Tribal Sub Plan is a Central Plan. The flow of earmark funds is from the Ministry to the State/UT department under the "Plan Head" and from District to the implementing agency.

Applicability of TSP

The TSP concept is not applicable to the Tribal majority States i.e. Arunchal Pradesh, Meghalaya, Mizoram and Nagaland and in the UTs of Lakshdeep and Dadar & Nagar Haveli where the Tribal represent more than 60 per cent of the population, since the Annual Plan in these States/UTs is itself a Tribal Plan.

Observations of C&AG

- › Audit noticed that Utilization Certificates from the State Government were received by the Ministries for total funds released and not as per head wise releases.

- › Substantial deficiencies were also noticed in the implementation of a few basic components of selected five schemes under Education i.e. non-distribution of school uniforms and non-establishment and non-functioning of Modal Cluster School for girls, lack of basic amenities and facilities, absence of kitchen cum store, mismanagement of food grains, improper infrastructure, non-establishment of DIETs/BITEs.

Recommendations of C&AG

- › The Ministry should insist for maintenance of separate account and preparation/submission of separate UCs of TSP fund by States.
- › Timely release of State share should be ensured in respect of all components which facilitates for the uninterrupted implementation of the scheme.
- › Planning process needs to be strengthened with community involvement under various components to ensure benefit for tribal communities under the respective schemes.

- › State Government should form a structure at State level/District level to monitor and review the implementation and monitoring of the TSP fund.
- › There is need to strengthen the nodal unit at the State level/District level to assess the infrastructural gap and development needs in the tribal inhibited areas and preparation of perspective plan to utilize the Central fund for the development of the tribal people.
- › A dedicated nodal unit for formulation, implementation and monitoring of TSP component under each line department should be created and strengthened.

- › Effective monitoring mechanism should be put in place for proper implementation of schemes/ programmes under TSP.
- › Separate effective monitoring of the TSP fund (other than routine scheme monitoring) should be implemented at Central as well as State/District level.
- › The Ministry/nodal department should conduct evaluate studies to assess the impact of socio economic development as envisaged under TSP.

Point at Issue

- › Maintenance of separate accounts/records for funds received under Tribal Sub Plan (TSP)
- › C&AG in Performance Audit (Report no. 33 of 2015) of SE&L pointed out Non-maintenance of separate accounts component wise i.e. Scheduled Caste Component, Scheduled Tribes Component and General Component
- › MHRD substituted Para 91.1 and 91.3 of Financial Management and Procurement Manual and directed the States/UTs to open three joint signatory saving bank accounts for three components

Response of States

- ▶ Telangana - opened 6 joint signatory saving bank accounts including existing one for General and Capital head
- ▶ GNCT Delhi- expressed apprehension about accounting of closing balance on last day of the year
- ▶ 60 saving bank accounts would be required to be opened at State and District level

- ▶ Kerala- suggested earmarking outlay each year under Scheduled Caste Component, Scheduled Tribe Component and General Component and utilize the amount exclusively for said categories
- ▶ Rajasthan- funds are already received component wise i.e. Scheduled Caste Component, Scheduled Tribe Component and General Component-both from Centre and State
- ▶ Major share of expenditure comprises teachers salary

- > Thus expenditure on account of salary will be booked according to scheduled caste population i.e. 17.83% and scheduled tribes share 13.48% for teacher salary.
- > Mizoram - 3 saving bank joint signatory accounts have been opened w.e.f 01.04.2017.
- > Meanwhile para 72 of Manual on Financial Management and Procurement which stipulates about opening of one saving account is needed to be amended

> Further, suggested that instead of opening 3 saving bank accounts separately, separate ledgers may be opened for accounting expenditure component wise.

> Requested to revisit the decision

- › Patna, Bihar- allocation has been made component wise by Centre during 2016-17
- › Desired to know whether percentage of funds would be same in coming years
- › If component wise saving bank is to be opened it is to be opened right from State level, District level, Block level and School/Village level
- › Whether funds would be received under single head
- › Whether UC would be required from three components

THANKS


 51ST REVIEW MEETING OF STATE FINANCE CONTROLLERS
 5TH & 6TH JUNE 2017
 NEW DELHI
 Status of opening of Separate Bank Accounts
 for different Categories
 TECHNICAL SUPPORT GROUP, SSA

S.No	States / UTs	Status of Accounts Whether opened or not	Operational difficulties	Suggestions
1	Andaman & Nicobar			
2	Andhra Pradesh	6 Accounts opened at IPO level	312343 has been opened at gross net level. A Resolution status not two to be prepared for all 20248. State release of funds under General fund. No information at central level. Due to paucity of funds and non receipt of 100% funds against the expenditure, there is scope for diversion of funds from one account to another account which lead to wastage objective.	3 accounts at state level and books of A/c separate for all heads.
3	Assam & Pradesh	H/A since discontinued at ST population at all levels Under ST		
4	Assam	3 Accounts opened at IPO level		

Status of opening of Separate Bank Accounts

for different Categories

S.No	States/UTs	Status of Accounts Whether opened or not	Operational Difficulties	Suggestions
5	Bihar	No	1. Whether schools shall get fund based upon the number or percent of general/SC/ST students. 2. Whether the single head would receive fund from three accounts. The UC may also be required to come from three different sources from one head.	The fund released for General, SC and ST component should also be fully allocated regarding the SC/ST under AWP & B activities. Only 1 bank account with separate books of accounts.
6	Chhattisgarh	Only for SC and General component as there is no ST allocation. Accounts not opened.	Difficult to maintain each account at school and cluster level with no manpower	Only 1 bank account with separate books of accounts.

Status of opening of Separate Bank Accounts

for different Categories

S.No	States/UTs	Status of Accounts Whether opened or not	Operational Difficulties	Suggestions
7	Chhattisgarh			
8	Dadra & Nagar Haveli	Not opened.	Difficult to maintain each account at school and cluster level with no manpower	Only 1 bank account with separate books of accounts.
9	Daman & Diu	3 Accounts opened at Genl Head	Difficult to maintain each account at school and cluster level with no manpower. Whether funds to be transferred as per SC/ST activities as per grants.	Only 1 bank account with separate books of accounts.

Status of opening of separate bank accounts

for different Categories

S.No	States / UTs	Status of Accounts Whether opened or not	Operational difficulties	Suggestions
10	Delhi	Not yet opened. Under process	Difficult to maintain each account at school and cluster level with no manpower. Whether funds to be transferred as per SC/ST activities as per grants.	-do-
11	Goa	Not yet opened.	Maintaining at grass root level is not practical and over billing may occur.	-do-
12	Gujarat	Opened at district level	One endr aglot, one item to be booked in different heads. Changes of error Audit of one payment segregated into different heads is not practical.	Only 3 accounts - SSA, WGBV and Capital.

Status of opening of separate bank accounts

for different Categories

S.No	States / UTs	Status of Accounts Whether opened or not	Operational difficulties	Suggestions
13	Madhya Pradesh	No Account opened.	Distribution and maintenance of separate accounts at district, blocks, cluster and school level.	Only 1 bank account with separate books of accounts.
14	MP	Not opened.	State releases fund under 3 heads namely Gen, SC/ST, TSP Activity-wise mode.	-do-
15	J&K	Status is under process and needful shall be done shortly.		

Status of opening of Separate Bank Accounts for different Categories				
S.No	States / UTs	Status of Accounts Whether opened or not	Operational difficulties	Suggestions
16	Jharkhand	Not opened. Under process for opening separate accounts at district level, block, KUMV, State level.	Complying with MHRD instruction but very difficult to maintain the accounts without any error.	Accounting is based on activity. With so many bank accounts at all levels will complicate accounting process. Hence only single account at all levels.
17	Karnataka	Not yet opened	More than 3 lakhs not practical. Kar.Govt. has instructed for opening only single account for all CASP	To maintain the instruction for State Govt. Maintain separate books of accounts.

Status of opening of Separate Bank Accounts for different Categories				
S.No.	States / UTs	Status of Accounts Whether opened or not	Operational difficulties	Suggestions
18	Kerala	Not opened.	No functional system to operate at lower levels. Segregation not possible under Civil work, teachers etc.	Continuing the existing arrangement of one account
19	Lakshadweep	Not opened, The file under process.		Required detailed procedure for opening the account.
20	Madhya Pradesh	Not opened.	Any new account to be opened with the permission of finance dept. Not practical to keep segregation of balances at school level, maintaining of all accounts with separate unspent balance and reconciliation	Only 1 bank account with separate books of accounts.

Status of Opening of Separate Bank Accounts for different Categories				
S.No.	States/UTs	Status of Accounts Whether opened or not	Operational difficulties	Suggestions
21	Mizoram	Not opened.	Allocation of funds down the line and banking exps. Cost of bank transaction will increase.	As per existing pattern only.
22	Manipur	Not opened.	Practical difficulty to maintain separate accounts. Also cannot separately do so for civil works and other activities.	To continue the present arrangement with separate books of accounts.
23	Meghalaya	These (3) Bank Accounts are already in existence as indicated below. 1. Canara Bank 2. State Bank of India 3. Meghalaya Cooperative Apex Bank of Govt. Meghalaya		In view of the dominant nature of ST population separate account is maintained and will be continued, but however, opening of separate at all levels is not required as state is meeting the requirements towards 50% ST population.

Status of opening of separate Bank Accounts for different Categories				
S.No.	States/UTs	Status of Accounts Whether opened or not	Operational difficulties	Suggestions
24	Mizoram	Not yet opened.	Opening of 3 trading accounts is not practicable especially at the lower levels as this could result in a high chance of committing error and deviation in maintenance of books of accounts.	For entities maintaining accounts in tally software, separate ledger may be created for SC, ST and OBC Composite separately for Credit and General Head of Accounts, and the same is also applicable for manual maintenance of accounts as well. The separate bank accounts need to be opened.
25	Uttarakhand	Not yet opened.		
26	Odisha			
27	Puducherry	Not yet opened. Only for Govt. SC, ST release or expenditure.	Implementing priority of activities will get restricted and funds cannot be separately utilized. Maintaining account for Govt, SC, ST category difficult.	Only 2 accounts at the State level.
28	Tamil Nadu	4 accounts opened at SP level, 2 for govt and 2 for capital. Only for Govt, SC, ST release or expenditure. Instruction issued to DPO and Block level.	Will only complicate the accounting procedure with changes of name. Statutory auditors verification separately may not be possible.	This system of separate bank accounts should not be implemented. It will double the expenditure of the practical difficulties and the existing pattern should be retained.

Status of opening of separate bank accounts for different Categories				
S.No.	States / UTs	Status of Accounts Whether opened or not	Operational difficulties	Suggestions
18	Punjab	4 accounts opened at SPO level, 2 for govt and 1 for private. Only for Govt, SC. No ST releases or withdrawal. Instructions limited to CFO and bank level.	Will only complicate the accounting procedure with charges of audit. Statutory scrutiny verification separately may not be possible.	This system of separate bank accounts should not be operationalized. CSAG should be apprised of the practical difficulties and the existing pattern should be retained.
19	Rajasthan	Not opened.	Multiple of accounts would not be operational smoothly. With PFMS to be implemented, it allows only one account through which multiple users can be linked. Other difficulties is maintaining bank accounts separately would require filling RRI govt level of various business at SHC level and funds cannot be drawn easily. Already 7000 accounts are in operation on the basis of single account and with 6 accounts will also increase considerably which is not required.	With PFMS being implemented only one account to be maintained as per the existing pattern.

Status of opening of separate bank accounts for different Categories				
S.No.	States / UTs	Status of Accounts Whether opened or not	Operational difficulties	Suggestions
20	Sikkim			
21	Tamil Nadu	Not opened.	Grand total maintenance is very difficult and each activity segregated showing the credit. In different heads and consolidation of fin. Accounts will pose serious problems accounting the credit. Correctly.	Only single account will enable keep track with PFMS being put into operation. Hence existing pattern should be continued with separate books of accounts.
22	Telangana	Opened 3 New Jang Signatory A/c's to operate SC, funds at SPO level	Separation of deging. balances and separation of civil works activities against SC, ST is not feasible. Separate bank accounts maintenance difficult.	One account with separate books is only feasible as it has been in vogue for the last 30 years and credit is also reported.

Status of opening of Separate Bank Accounts for different Categories				
S.No.	States / UTs	Status of Accounts Whether opened or not	Operational difficulties	Suggestions
33	Tripura			
34	UP	EC approval for opening of banks is obtained. These bank accounts will be opened soon at SPO level.	Already 1.50 000 accounts are operating and with 8 separate bank accounts which increase money bills monitoring and monitoring is practical difficult. Advice. Difficulties in implementing upto the gross root level as maintenance of these accounts is not feasible with PMIS to be implemented.	This requires to be reviewed to dovetail with the present system of single as per the requirement of PMIS.
35	Uttarakhand	Not opened.	Already 12000 accounts are being rekeyed and with increase in number not possible monitor at block level with cover in for following years. Financial Accounting not be possible.	Only one account to per the rolling pattern as that single can be proportionately locked under each head as per releases.

Status of opening of Separate Bank account for different Categories				
S.No.	States / UTs	Status of Accounts Whether opened or not	Operational difficulties	Suggestions
36	West Bengal	All three Joint Signatory Savings Account Opened	It will be difficult task to prepare SSA Accounts with multiple Cash Books connected with Multiple Bank Accounts	For proper Accounting Interoffice bank-up of fund for JCS/General Component, required to be incorporated in the release order for each instalment of fund

Status of opening of Separate Bank Account

for different Categories

- Letter dated 3rd October 2016
- Letter dated 13th January 2017

Thank You



Operation of PFMS for all transaction under central sponsored schemes

S.No	State / UTs	Whether PFMS is operational for all payments upto block level under SSA.	Whether all units, sub-units have been registered under the PFMS.	Is not whether the registration process has started and if not when it is likely to be started.	Whether nodal officer for the State has been appointed.	Whether the operational Manager from PFMS portal has notified the State and the action plan formulated for registration of all units under PFMS.
1	Andhra & Jharkhand					
2	Assam Pradesh	The process of registration of PFMS level 1 is under progress. Further developments will be intimated soon, MoA is, 23-3-2017.				
3	Arunchal Pradesh			Registration of Accounts shall be start from 1st week of June, 2017		

Operation of PFMS for all transactions
under central sponsored schemes

S.No.	States / UTs	Whether PFMS is operation for all payments upto block level under SSA.	Whether all units, sub-units have been registered under the PFMS.	Is not whether the registration process has started and if not when it is likely to be started.	Whether nodal officer for the State has been appointed.	Whether the operational Manager from PFMS portal has contacted the State and the action plan formulated for registration of all units under PFMS.
4.	Assam		Total Agency Registered - 46538 out of 52268 (89%)	The Lower (District, Block and SMCs) level agency registration under process.	The State Mission office has already registered with PFMS	

Operation of PFMS for all transactions
under central sponsored schemes

S.No.	States / UTs	Whether PFMS is operation for all payments upto block level under SSA.	Whether all units, sub-units have been registered under the PFMS.	Is not whether the registration process has started and if not when it is likely to be started.	Whether nodal officer for the State has been appointed.	Whether the operational Manager from PFMS portal has contacted the State and the action plan formulated for registration of all units under PFMS.
1	Bihar		All 28 DLO, DDC, CWC and YSS including DLO has been registered under PFMS.	Directive has been sent to all DLO's vide letter no. 1245 dt 12-12-2015 to update the registered data. Training was provided to Accounts Officers/Assistant of all 28 districts for PFMS by FMS SPMS unit between 16-2-2017 to 17-3-2017. Information has been sent to SPMS/ PFMS regarding the existing difficulties during training vide letter no. 1245 dt. 20-2-2017. The users User Password in DLO by Email has been sent to PFMS.		

Operation of PFMS for all transaction under central sponsored schemes

S.No.	States / UTs	Whether PFMS is operation for all payments upto block level under SSA.	Whether all units, sub-units have been registered under the PFMS.	Is not whether the registration process has started and if not when it is likely to be started.	Whether nodal officer for the State has been appointed.	Whether the operational Manager from PFMS portal has contacted the State and the action plan formulated for registration of all units under PFMS.
6	Chandigarh					
7	Chhattisgarh					
8	Dadra & Nagar Haveli					
9	Daman & Diu					

PFMS Error mail dt. 26-5-2017

Operation of PFMS for all transaction under central sponsored schemes

S.No.	States / UTs	Whether PFMS is operation for all payments upto block level under SSA.	Whether all units, sub-units have been registered under the PFMS.	Is not whether the registration process has started and if not when it is likely to be started.	Whether nodal officer for the State has been appointed.	Whether the operational Manager from PFMS portal has contacted the State and the action plan formulated for registration of all units under PFMS.
10	Delhi					
11	Goa					
12	Gujarat					
13	Haryana	No	Registration under process.	In Process	Yes	Yes, under process.
14	HP					

Operation of PFMS for all transaction under central sponsored schemes

S.No	States / UTs	Whether PFMS is operation for all payments upto block level under SSA.	Whether all units, sub-units have been registered under the PFMS.	Is not whether the registration process has started and if not when it is likely to be started.	Whether nodal officer for the State has been appointed.	Whether the operational Manager from PFMS portal has contacted the State and the action plan formulated for registration of all units under PFMS.
15	J&K	PFMS is not operational for payments at any level as on date.	All district offices have been registered under PFMS. However, all sub-district offices have not been registered although more than 700 units have been registered at all level. 1120 schools have been registered so far on PFMS and further progress is on (mail dt. 02.08.2017)	Registration process has already been started.	Nodal officer for the State has not been appointed yet.	No, operational manager from PFMS portal has not contacted the State.

Operation of PFMS for all transaction under central sponsored schemes

S.No	States / UTs	Whether PFMS is operation for all payments upto block level under SSA.	Whether all units, sub-units have been registered under the PFMS.	Is not whether the registration process has started and if not when it is likely to be started.	Whether nodal officer for the State has been appointed.	Whether the operational Manager from PFMS portal has contacted the State and the action plan formulated for registration of all units under PFMS.
16	Jharkhand	PFMS is not in operation for all payment upto Block Level under SSA till date. Payment to Para Teachers salary & stipend of KGBV students are being started through PFMS from January 2017 but due to PFMS server problem payment process is not being completed. The matter has been approached to PFMS technical support HQ. to solve the problem.	80% Units, Sub-Units have been registered under the PFMS. As per details given below:			

Operation of PFMS for all transactions under central sponsored schemes

S.No.	State / UTs	Whether PFMS is operation for all payments upto block level under SSA.	Whether all units, sub-units have been registered under the PFMS.	Is not whether the registration process has started and if not when it is likely to be started.	Whether nodal officer for the State has been appointed.	Whether the operational Manager from PFMS portal has contacted the State and the action plan formulated for registration of all units under PFMS.
17	Karnataka	Service Shiksha Abhiyan is releasing grants directly to SDMC school accounts and also to other implementing offices through Capex bank. Already Service Shiksha Abhiyan has list of bank accounts upto school levels. All work on this got the light in June. FD/Government operation will be initiated.	After getting high lift from the Government action will be taken to regular implementation - Office.	Service Shiksha Abhiyan already submitted answer to questionnaire for sending PFMS module and also the details of bank of accounts in the State Government budget book, with budget provision, total release etc. for the year 2016-17.	Yes, Appointed Sivalal Sharada Murli and Shil Manojhan B.L. Nodal Officer for SSA. Shil D.Kabera CAO, SSA Nodal Officer for RMCA. Sent. Deena K CAO, RMCA.	Yes Mrs. Prasad Narika, PFMS Office, Bangalore contacted and got the above information from us.

Operation of PFMS for all transactions under central sponsored schemes

S.No.	State / UTs	Whether PFMS is operation for all payments upto block level under SSA.	Whether all units, sub-units have been registered under the PFMS.	Is not whether the registration process has started and if not when it is likely to be started.	Whether nodal officer for the State has been appointed.	Whether the operational Manager from PFMS portal has contacted the State and the action plan formulated for registration of all units under PFMS.
18	Kerala					
19	Lakshadweep					
20	Madhya Pradesh					
21	Maharashtra					
22	Manipur					
23	Mizoram					
24	Nagaland					
25	Nagaland			Problems faced during registration under PFMS		

Operation of PFMS for all transaction under central sponsored schemes

S.No.	States/UTs	Whether PFMS is operation for all payment upto block level under SSA.	Whether all units, sub-units have been registered under the PFMS.	Is and whether the registration process has started and if not when it is likely to be started.	Whether nodal officer for the State has been appointed.	Whether the operational Manager from PFMS portal has conducted the State and the action plan formulated for registration of all units under PFMS.
26	Odisha	PFMS is not in operation now up to block level under SSA.	All the units, sub-units have been registered under the PFMS.		Nodal Officer for SSA, Odisha has been appointed. His name and contact details below - Shri Debendra Mishra, Contact No: 09433450005 & e-mail id: devemishra@gmail.com	Shri Raji Ranjan Mishra has been deputed as Operating Manager for PFMS. Shri Babu Kumar for co-ordination & technical support.

Operation of PFMS for all transaction under central sponsored schemes

S.No.	States/UTs	Whether PFMS is operation for all payment upto block level under SSA.	Whether all units, sub-units have been registered under the PFMS.	Is and whether the registration process has started and if not when it is likely to be started.	Whether nodal officer for the State has been appointed.	Whether the operational Manager from PFMS portal has conducted the State and the action plan formulated for registration of all units under PFMS.
27	Puducherry					
28	Punjab					
29	Rajasthan					
30	Tamil Nadu					
31	Telangana	No	No, after bifurcation of the State, the TSSA has placed corresponding to the PFMS & Finance Department to provide User ID & Password vide Mail dated 10.07.2014, 11.07.2014, 04.08.2014, 01.12.2014, 21.01.2015. Further, Express Note on PFMS Issues submitted regularly by the TSSA to the Quarterly Finance Committee Review Meeting conducted by the MHRD, GOI. The cell status is showing in PFMS web portal as "Pending PrAO Approval".	Consent under the provision of the State Government.	Consent under the provision of the State Government.	

Operation of PFMS for all transactions under central sponsored schemes

S.No.	States / UTs	Whether PFMS is operational for all payments upto block level under SSA.	Whether all units, sub units have been registered under the PFMS.	Is not whether the registration process has started and if not when it is likely to be started.	Whether nodal officer for the State has been appointed.	Whether the appointed Manager/Asst Manager has contacted the State and the action plan formulated for registration of all units under PFMS.
33	Tripura				Nodal Officer: Sh. Sibi Mohit, Officer on Special Duty, Finance Controller (AV), SSA Tripura e-mail: spoc@tripura.nic.in nirx@tripura.nic.in Mobile: 9436109737 / 7005440884	
34	UP				Nodal Officer : Mrs. Rajeshwari Verma, AAO, Project Director Mobile: 9415904788 e-mail: rajeshwari@up.nic.in	
35	Uttarakhand					
36	West Bengal					

Operation of PFMS for all transactions under central sponsored schemes

- PFMS Letter 20.01.2017
- List of SNOs



Thank You

S.N o.	States / UTs	Whether PFMS is operation for all payments upto block level under SSA.	Whether all units, sub-units have been registered under the PFMS.	Is not whether the registration process has started and if not when it is likely to be started	Whether nodal officer for the State has been appointed.	Whether the operational Manager from PFMS portal has contacted the State and the action plan formulated for registration of all units under PFMS.
		3	4	5	6	7
1	2					
1	Andaman & Nicobar					
2.	Andhra Pradesh		Level 1 completed (State) 83713 Agencies was registered in CPSMS in Combined A.P State. The AP State has opened in 2014 new accounts in Andhra Bank branch to ensure effective monitoring. After Bifurcation of the Combined A.P State, The AP SSA has requested to delete the old accounts of 83713 agencies and requested to provide New Agencies for residuary state of APSSA. Accordingly, the APSSA opened SPO agency only for CRCs, /SMCs/ MRCs which is to be enrolled into PFMS.	Approx. 51393 units identified and the registration will be completed 31 st August 2017	Yes - FC Shri T. Gurumurthy Ph. No. 7032093342	No action plan but have contacted. No training has been conducted.
3	Arunachal Pradesh		State level done.	Approx; 3841 identified. Registration to be started	Yes - FC	Workshop organizes by State Finance Deptt.
4	Assam		State level done. Already units	Total Agency Registered	The State Mission office	PFMS training at

S.N.	States / UTs	Whether PFMS is operation for all payments upto block level under SSA.	Whether all units, sub-units have been registered under the PFMS.	Is not whether the registration process has started and if not when it is likely to be started	Whether nodal officer for the State has been appointed.	Whether the operational Manager from PFMS portal has contacted the State and the action plan formulated for registration of all units under PFMS.
1	2	3	4	5	6	7
5	Bihar		<p>registered under CPSMS re-oriented for PFMS</p> <p>All 38 DLO, BRC, CRC and VSS including SLO has been registered under PFMS. 74270 identified and registered.</p>	<p>- 46538 out of 52266 (89%). The Lower (District, Block and SMCs) level agency registration under process.</p> <p>Direction has been sent to all DLO's vide letter no. 8295 dt 13-12-2016 to update the registered data.</p> <p>Training was provided to Accounts Officer/Accountant of all 38 districts for PFMS by FMS SPMU unit between 16-3-2017 to 17-3-2017.</p> <p>Information has been sent to SPMU-PFMS regarding the arising difficulties during training vide letter no. 1865 dt. 30-3-2017. To create User Password in DLO the E.mail has been set to PFMS.</p>	<p>has already registered with PFMS Yes- FC</p> <p>According to FC meeting Shri Saket Kumar, Sr. Accountant 8544412305</p> <p>Scheme Manager for PFMS web portal under SSA mail dt.8-6-2017 Shri Amit Kumar, Asstt. Director, Primary Education, Ph. 08344412193</p>	<p>State level provided by the Finance State Deptt.</p> <p>Training completed.</p>

S.N No.	States / UTs	Whether PFMS is operation for all payments upto block level under SSA.	Whether all units, sub-units have been registered under the PFMS.	Is not whether the registration process has started and if not when it is likely to be started	Whether nodal officer for the State has been appointed.	operational Manager from PFMS portal has contacted the State and the action plan formulated for registration of all units under PFMS.
1	2	3	4	5	6	7
6	Chandigarh		125 registered and remaining 10 units	Balance 10 units by 1 st week of July.	Yes. Shri Vijay Kumar Vij FC Ph.No.9646443924	Formal training not provided for operation.
7	Chhattisgarh					
8	Dadara & Nagar Haveli		All 285 registered CPSMS	NA	Shri Jayesh Bhandari, 9978250780	Training provided by Finance Deptt.
9	Daman & Diu		All 101 agencies registered under CPSMS	NA	Mr. Yogesh Pariyakar 9824571243	Training provided by Finance Deptt.
10	Delhi		State and district level completed total 10	2906 schools registered but still problem of login.	Shri Bhagwati Prasad FC 9810321086	Training not done.
11	Goa		1515 registered CPSMS	NA	Shri Dattaram Kalshonkar - 9075542570 Shri Nanda Vernekar - 9970157809	Training has not provided.
12	Gujarat		32285 district to SMC all.	Pending 923 no. of registration. No. of SMCs not mapped under PFMS.	Shri S.G. Vyas Ph.No.9429893452	Training provided through Operational Manager of PFMS
13	Haryana	No	3156 units registered. Balance 12000 schools/ SMC	To be completed within a month	To be appointed.	Training completed.
14	HP		9354 units registered and 8313 unregistered	Pending 187 at CRC, 8126 SMC due to school	Shri Narendra Sharma, Assistant Controller	Training not provided.

S.N o.	States / UTs	Whether PFMS is operation for all payments upto block level under SSA.	Whether all units, sub-units have been registered under the PFMS.	Is not whether the registration process has started and if not when it is likely to be started	Whether nodal officer for the State has been appointed.	Whether the operational Manager from PFMS portal has contacted the State and the action plan formulated for registration of all units under PFMS.																
1	2	3	4	5	6	7																
15	J&K	PFMS is not operational for payments at any level as on date.	All district offices have been registered under PFMS. However, all sub-district offices have not been registered although more than 700 units have been registered at all level. 11360 agencies have been registered so far on PFMS and further progress is on.(mail dt.17- 5-2017)	not map under PFMS	Finance 9418022860 Nodal officer for the State has not been appointed yet.	No, operational manager from PFMS portal has not contacted the State.																
16	Jharkhand	PFMS is not in operation for all payment upto BlockLevel under SSA till date. Payment to Para Teachers salary & stipend to KGBV students are being started through PFMS	90% Units, Sub-Units have been registered under the PFMS. As per details given below: <table border="1" data-bbox="877 1232 1069 1657"> <thead> <tr> <th>Target</th> <th>Registered</th> </tr> </thead> <tbody> <tr> <td>SPO</td> <td>1</td> </tr> <tr> <td>DLO</td> <td>24</td> </tr> <tr> <td>BRC</td> <td>264</td> </tr> <tr> <td>CRC</td> <td>2246</td> </tr> <tr> <td>VEC</td> <td>40202</td> </tr> <tr> <td>SMC/</td> <td>36989</td> </tr> <tr> <td>KGBV</td> <td></td> </tr> </tbody> </table> Though registered under	Target	Registered	SPO	1	DLO	24	BRC	264	CRC	2246	VEC	40202	SMC/	36989	KGBV		42097 modification in progress and will be completed by July 2017.	Nodal officer for the state has not been appointed so far, but all the PFMS related matter is being done by Miss Reeta Tirkey, Finance & Account Officer, JEPC has been appointed as Nodal Officer for PFMS in SSA programme. 9905336317	Yes, the Operational Manager from PFMS portal has contracted the State. Training completed by Finance Deptt.
Target	Registered																					
SPO	1																					
DLO	24																					
BRC	264																					
CRC	2246																					
VEC	40202																					
SMC/	36989																					
KGBV																						

S.N o.	States / UTs	Whether PFMS is operation for all payments upto block level under SSA.	Whether all units, sub-units have been registered under the PFMS.	Is not whether the registration process has started and if not when it is likely to be started	Whether nodal officer for the State has been appointed.	Whether the operational Manager from PFMS portal has contacted the State and the action plan formulated for registration of all units under PFMS.
1	2	3	4	5	6	7
17	Karnataka	SarvaShiksha Abhiyan is releasing grants directly toSDMCschool accounts and also to other implementing officers throughCanarabank.	CPSMS but transformation to PFMS required modification. Hence only 1 state level and 22 district level has been modified for operation of PFMS. State level completed. 48787 units identified (earlier under CPSMS) still to be registered under PFMS. Remapping to be done.	Likely to be completed by 30 th June.	Yes. Appointed SrimatiShankariMurali and ShriManmohanB.R. Nodal Officer for SSA ShriD.Kambanna CAO, SSA 9449888308	Yes Mrs. PavaniKuruba, PFMS Office, Bengaluru contacted andgot the above information fromus. 3 days training provided.
18	Kerala		13359 units have been registered under CPSMS but still not operational under PFMS.	By July 2017 to be completed.	Accounts officer Mr. Rajendran S. S, Accounts officer 9847287713	Training not provided only meeting conducted by operational Manager.
19	Lalshadweep					
20	Madhya		116271 units have been	31 st July, 2017	Ms. Anju Singh, Dy	Training not

S.N o.	States / UTs	Whether PFMS is operation for all payments upto block level under SSA.	Whether all units, sub-units have been registered under the PFMS.	Is not whether the registration process has started and if not when it is likely to be started	Whether nodal officer for the State has been appointed.	Whether the operational Manager from PFMS portal has contacted the State and the action plan formulated for registration of all units under PFMS.
1	2 Pradesh	3	4	5	6	7
			registered under CPSMS but still not operational under PFMS.		Finance Manager 9424703745	provided but meeting held.
21	Maharashtra		90250 units have been registered under CPSMS but still not operational under PFMS.	1 st Aug, 2017	Mr. Vikram Yadav, Asstt Director, F&A 9049980391	Training provided to DPO officers.
22	Manipur		3031 units identified Fresh registration to be started since earlier CPSMS is not functional.	31 st Aug, 2017	Shri W. Serto, FC 8413953674	Training provided
23	Meghalaya		5110 units identified process started in NIC. State level registration done.	15 th July 2017	Shri K.R. Rynghleim State planning Coordinator And Nodal Officer Ph.No. 9863254386	Training not provided.
24	Mizoram	Not yet	Under CPSMS all units are registered total 2494 units	Migration from CPSMS to PFMS is being undertaken - 31 st July 2017	Yes - FAO Shri Lallian Sanga Ph. NO. 9436144138	Training on registration was conducted By state Finance Deptt, On 23 rd May 2017. St Training on transaction entry is awaited from the State Govt.
25	Nagaland		2355 units registered under CPSMS. Balance 434 not	Migration from CPSMS to PFMS not started.	Not yet appointed. State should immediately	Training not conducted.

S.N o.	States / UTs	Whether PFMS is operation for all payments upto block level under SSA.	Whether all units, sub-units have been registered under the PFMS.	Is not whether the registration process has started and if not when it is likely to be started	Whether nodal officer for the State has been appointed.	Whether the operational Manager from PFMS portal has contacted the State and the action plan formulated for registration of all units under PFMS.
1	2	3	4	5	6	7
26	Odisha	PFMS is not in operation now up to block level under SSA.	All the units, sub-units have been registered under the PFMS.		designate Nodal Officer and intimate to MHRD. Nodal Officer for SSA, Odisha has been appointed. His name and contact details below: - Shri Debendra Mishra, Contact No.: 09438490009 & e-mail id: devenmishra@gmail.com	Shri Rati Ranjan Mishra has been deputed as Operating Manager for PFMS, Bhubaneswar for coordination & technical support.
27	Puducherry		442 units identified. Registered under CPSMS. SPO, DPO and 404 schools. 33 Govt. aided schools to be registered. Migration to PFMS to be started.	30 th June 2017	SPD-Nodal Officer 7373770014	Training completed.
28	Punjab		19580 units identified. 17746 registered under CPSMS. PFMS migration to be started.	31 st August 2017	Vidhu Garg, AMF 08699713741	Training completed.
29	Rajasthan		70800 units identified under PFMS including 200 KGBVs, 21 hostels, DIET, SCERT and SIEMAT.	All registration completed by 15 th July 2017. Trial already started upto block level for payments through PFMS.	Dr. Hoshiyar Singh Controller of Finance Tel.No. 9414291082	Training completed. Another training on 5 & 6 th July 2017 to assess the trial implementation.
30	Sikkim					

S.N o.	States / UTs	Whether PFMS is operation for all payments upto block level under SSA.	Whether all units, sub-units have been registered under the PFMS.	Is not whether the registration process has started and if not when it is likely to be started	Whether nodal officer for the State has been appointed.	operational Manager from PFMS portal has contacted the State and the action plan formulated for registration of all units under PFMS.
1	2	3	4	5	6	7
31	Tamil Nadu		45154 units identified. State DPO, 412 block and 42742 SMCs registered. Balance 1900	Due to district bifurcation, new districts not falling under PFMS mapping. Have taken up the matter with Finance Ministry likely to be resolved. 30 th June 2017	Sri V.S. Anvarasu Joint Director Treasury and Accounts Deptt. Tel.No 9788858889	Training programme conducted.
32	Telegana	No	27901 registered in CPSMS before bifurcation of the state. Fresh 33185 has been identified. Registration not started. Have taken up for starting registration under PFMS. State level registration completed (Level-1)	31 st August 2017	Ms. Vasundhara, FC 9704924199	Training given by finance department.
33	Tripura				Nodal Officer: Sri SujitMallik, Officer on Special Duty, Finance Contraller (I/C), SSA Tripura e.mail: grossatripara@ig mail.comsunitmallikod@gmail.com Mobile : 9436189475 / 7005484885	
34	UP	Registration A/Cs	158167 identified and 115345	31 st August 2017	Nodal Officer :	Training of

S.N o.	States / UTs	Whether PFMS is operation for all payments upto block level under SSA.	Whether all units, sub-units have been registered under the PFMS.	Is not whether the registration process has started and if not when it is likely to be started	Whether nodal officer for the State has been appointed.	Whether the operational Manager from PFMS portal has contacted the State and the action plan formulated for registration of all units under PFMS.
1	2	3	4	5	6	7
35	Uttarakhan d	in progress.	registered on portal. Nearly 42822 balance according to portal	15 th July 2017.	Mrs. Rajkumari Verma, Addl. Project Director Mobiler: 9415904786 e-mail : upcfaspo@gmail.com	registration of PFMS portal has been given AOOs and MIS incharge of all districts given the training on portal. Fin Dept of state gives 2 days workshop on PFMS.
36	West Bengal		18383 registered under CPSMS and change over to PFMS done. 82216 units SPO-1, DPO-21, BRC-341, SMCs-81761 and KGBV-92. Registration not started.	Start date 15 th June 2017 and end date 30 th September 2017	Mr. Mukul Kumar, Sati (APD) 9927194559 Ms. Amrita Joshi (FC) 9410581501 Shri S. Laha, FC 9433176887	No training provided.

**51st Quarterly Review
Meeting of Finance
Controllers**

**5th & 6th June 2017
New Delhi**



**Other Financial Indicators
as on 31/03/2017**



**Bansi Lal Bijlani
Consultant**

NON-RECEIPT OF ANNUAL REPORTS 2015-16 (1-11-2016 – SIX MONTHS)

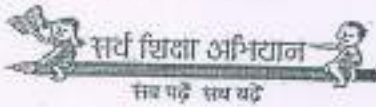
- ARUNACHAL PRADESH; - 20th June 2017
- BIHAR; - 20th June 2017
- HARYANA - 15th June 2017
- HIMACHAL PRADESH; - 15th June 2017
- JAMMU & KASHMIR; -
- JHARKHAND; - 6th June 2017
- MAHARASHTRA - 13th June 2017
- GUJARAT; - 15th June 2017
- MADHYA PRADESH; - 12th June 2017
- PUNJAB - 20th June 2017
- KARNATAKA - 12th June 2017

GUIDELINES – SUBMISSION OF ANNUAL REPORTS

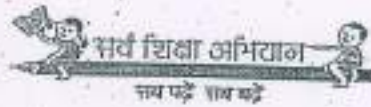
- 50 COPIES EACH IN ENGLISH AND HINDI WITHOUT AUDITED AND ANNUAL ACCOUNTS;
- OUT OF THIS, FIVE COPIES EACH SHOULD BE SIGNED IN INK BY SPD;
- DELAY STATEMENT HAVING 12 ROWS DULY SIGNED BY SPD;
- DELAY STATEMENT SHOULD BE COMPLETE IN ALL RESPECTS;
- DESPATCH TO MHRD BY SPEED POST;
- CONTACT ME ON 9599213465 IN CASE OF ANY DIFFICULTY.

51st Quarterly Review Meeting of Finance Controllers

**5th & 6th June 2017
New Delhi**



Other Financial Indicators as on 31/03/2017



**Bansi Lal Bijlani
Consultant**

Information No (31/05/2017 - 44)

S. No.	Name of State	June 2016	Sept. 2016	Dec. 2016	March 2017
1	Andhra Pradesh				
2	Assam				
3	Ch H Haveli				
4	Delhi				
5	Dutt				
6	Goa				
7	Goa & Haveli				(Partial)
8	Karnataka				
9	Kerala				
10	Mizoram				
11	Madhya Pradesh				
12	Madhya Pradesh				
13	Odisha				
14	Tamil Nadu				
15	Tamil Nadu				
16	Uttar Pradesh				

General

- Information not being received, repeated reminders through mails and personal calls.
- Information within 15 days of completion of quarter regularly.

Part Contents of Mails sent earlier

1. "With respect to Bank Reconciliation Statement, it is submitted that we being in the end of the year all out endeavours be made to settle all the pending entries / stale cheques so that no adverse remarks are made by the auditors in their Audit Report for the year"
2. "In case any clarification is required please feel free in contacting me on mobile as per your convenience"
3. "Please acknowledge receipt of this mail"
4. No improvement noticed so far.
5. Repeated in past.

State / UT Specific Observations on Information Received

State / UT wise Observations

1. Andaman & Nicobar Islands

(i) Staffing:

- Information pertaining to Finance Staff is required only.
- Vacancies at block level for a long time.

(ii) Accounts Training:

No training during the year.

(iii) BRS:

No remarks w.r.t. passing of entries for settlement of outstanding entries in BRS.

2. ANDHRA PRADESH

(i) Staffing:

Vacancies exist at all levels for a long time.

(ii) Accounts Training:

100% training conducted viz.

SPO - 9 out of 9

DPO - 52 out of 52????

(iii) BRS:

No remarks w.r.t. passing of entries for settlement of outstanding entries in BRS.

(iv) Internal Audit:

- No information w.r.t. first two quarters.
- For 3rd and 4th – "Under Process" with a note in remarks CA firm not empanelled?
- Current Status

(v) Computerized Accounting:

- Both Manual and computerized (no change compared to earlier quarters).
- Please review and discontinue.

2. ARUNACHAL PRADESH

(i) Staffing:

Posts have been lying vacant since 2013.

(ii) BRS:

No remarks

(iv) Internal Audit:

- For 1st quarter – "Under Process". Current status?

(v) Computerized Accounting:

- Only SPO computerized.
- No further information.

(vi) E-transfer:

- Blank format sent.

3. ASSAM

(i) Staffing:

Vacancies since 2009 onwards at SPO and block levels.

(ii) Accounts Training:

One day review meeting is not a training activity.

(iii) BRS:

No remarks.

(iv) No. of Bank Accounts:

- Multiple bank accounts (Five accounts against one SPO and 49 accounts in 27 districts)
- Requires review

(v) State Cheques:

- Blank format received.

(vi) Internal Audit:

- Till 2nd quarter – "Under Process". Current status?

(vii) Computerized Accounting:

- Both Manual and computerized accounts being maintained.
- Requires review at all levels.

4. BIHAR

(i) Staffing:

Posts lying vacant at SPO / DPO / BRC level for a long time.

(ii) BRS:

- Preparation of BRS lagging behind.
- Requires immediate attention and action.
- No remarks.

(iii) No. of Bank Accounts:

- Multiple number of accounts (four against one SPO and 147 accounts in 38 districts).
- Requires review.

(v) Internal Audit at BRC level:

"No" has been indicated at BRC level?

5. CHANDIGARH UT

47

(i) Staffing:

Posts have been lying vacant for a long time.

(ii) Accounts Training:

No training during the year.

CHANDIGARH
UT

(iii) BRS:

No remarks.

(iv) Internal Audit:

4th quarter - under progress. Current status?

(v) Computerized Accounting:

(a) Manual and computerized accounts both at SPO level.

(b) Requires review.

6. CHHATTISGARH

48

(i) Staffing:

(a) Posts vacant for a long time.

(b) "Other-Staff"????

(ii) Accounts Training:

(a) Training not conducted during the year.

(b) NA indicated in Training Completed column??

(iii) BRS:

No remarks.

CHHATTISGARH
UT

(iv) Internal Audit:

(a) No internal audit was conducted in the year 2015-16.

(b) No internal audit in current year also.

(c) The system of internal audit i.e. whether by Hired CA or In-House arrangement not indicated. Instead "Yes" has been indicated which does not convey any meaning. Please communicate correct information

(d) Current status.

(v) Computerized Accounting:

Please take necessary steps to discontinue the manual system of accounting since accounting software is already available, for better efficiency, at all levels.

DEHATODDAR
32

Chhattisgarh

Location	No. of District BRC	Name and Version of Accounting software	No. of Units Fully Computerized	Parallel System (Manual and an Computer DWH)	Manual System only (with reasons)
(I)	(II)	(III)	(IV)	(V)	(VI)
As on 31/03/2017					
DPO	1	Tally ERP9.0	1	1	NA
DPOs	27	Tally ERP9.0	27	27	NA
BRCs	150-93	Tally ERP9.0	150-93	150-93	NA

- Both Manual and Computerized accounting
- Requires review

7. DADRA & NAGAR HAVELI
- (i) Staffing:
- > Posts lying vacant for a long time at DPO level.
- (ii) Accounts Training
- > Not reported all through the year;
- (iii) BRS
- No Remarks;
- (iv) Internal Audit
- > Not started during 2016-17;
 - > Current Status

8. DAMAN & DIU
- (i) Staffing:
- (a) Posts lying vacant for a long time;
 - (b) Attempts be made to fill up the vacancies at the earliest.
- (ii) Accounts Training:
- (a) No intimation for whole year;
 - (c) Request lay emphasis on observations of internal audit / statutory audit and settlement thereof in the training, repeat problems being faced and also issues pointed out by MHRD.

- (ii) DRS:
(a) No remarks.

- (iv) Internal Audit (Quarterly)
> Not Reported;
> Other Interventions – Not reported.

9. DELHI

- (i) Staffing:
(a) Vacancies at SPO and DPO Levels for a long time;
(b) Attempts be made to fill up the vacancies at the earliest.

- (ii) Accounts Training:
(a) Training conducted on "FINANCIAL MANAGEMENT RELATED" AND "FINANCIAL MANAGEMENT" ?????
(b) Duration not indicated;

- (iii) Internal Audit:
a) "Matter is under Process regarding the constituting of Internal Audit Wing" is the only remark given all through the year;
b) Current Status?

- (iv) Computerized Accounting:
a) Both Manual and Computerising Accounting;
b) Please review at SPO and DPO levels.

10. GOA

(i) Accounts Training:

Review meeting training for one day is not a training. Five day training to Accounts and Audit staff is mandatory every year; while planning and conducting the Accounts training please ensure that provisions containing in the FMP Manual are fully observed.

(ii) BRS

No remarks.

(iii) Internal Audit:

- a) Not conducted during 2016-17 due to administrative reasons;
- b) Now has begun
- c) Current Status????

11. GUJARAT

(i) Staffing:

- a) Posts vacant at SPO and DPO levels for a long time;
- b) Please take necessary steps either to fill up or surrender the post.

(ii) Accounts Training:

- 902 Programmes completed?? At BRC/CRC/SAC
- What about DPO;
- No training details. Instead "Various Districts" indicated

(iii) BRS

- a) Lagging behind all through the year;
- b) No remarks.
- c) Requires to be galloped;

12. HARYANA

1/2

(i) Staffing:

Posts lying vacant for a long time at all levels.

(ii) Accounts Training:

- a) Training will be conducted in next quarter every time;
- b) Some reply furnished in the year 2014 and 2015 in every quarter.
- c) No training conducted in the year 2014-15 and 2015-16 and now in 2016-17 also
- d) Requires serious thoughts and action.

HARYANA
1/2

(iii) BRS:

No remarks.

(iv) Internal Audit:

- a) Regular Process mentioned in previous quarters;
- b) Now 2016-17 is under Process;
- c) Current Status????

13. HIMACHAL PRADESH

(i) Staffing:

Posts lying vacant for a long time at DPO and BRC levels.

(ii) BRS:

No remarks;

(iii) Internal Audit:

a) Internal Audit of remaining Six districts and SPO is on completion/compilation Stage;

b) Current Status???

14. JAMMU & KASHMIR

(i) Number of Bank Accounts:-

For 22 DPOs and 201 BRCs only one account being maintained.

(ii) For rest of the interventions, no information reported during the year;

(iii) E transfer: Through Bank Advice????

15. JHARKHAND

(i) Staffing:

a) Vacancies all all levels – 75% at SPO, 47% at DPO and 21% at BRC;

b) Take steps to fill up;

(ii) BRS :

a) "Pending debit/credit items which have been time barred have been finished till Dec. 2016 and in process till March, 2017????

b) No information for earlier three quarters;

c) No remarks;

(ii) Stale Cheques:

a) Rs.0.1397 lakh???

(iii) Information for the previous quarters not received though promised on several occasions;

16. KARNATAKA

Information for fourth quarter received in Old formats, though discontinued two years ago;

- (i) BRS – No remarks;
- (ii) Internal Audit (Quarterly):
 - a) Upto II Quarter "Under Process",
 - b) For III Quarter – Completed upto Feb. 2017
 - c) Current Status???
- (iii) Stale Cheques:
 - a) Rs.0.83 lakh at DPO and Rs.13.28 lakh at BRC Levels;
 - b) Current Status???

17. KERALA

(i) Internal Audit Status as on Dec. 2016

- a) SPO – AG audit upto 31.3.2015 and CA audit upto 31.3.2016;
- b) DPO and BRC Levels : CA audit upto 31.3.2016????? Not clear

(iv) Computerized Accounting:

- a) At SPO level: Both systems indicated; Review;
- b) At DPO and BRC levels only (dash -) indicated???

18. MADHYA PRADESH

(i) Staffing:

- Posts have been lying vacant for a long time at SPO (27%), DPO (23%) and BRC (62%) levels.

(ii) Accounts Training:

- a) Training imparted in the review meeting is not to be considered a training. As per FMP Manual 5 days training is mandatory.

(iii) BRS:

No remarks

(iv) Internal Audit:

- a) In Progress indicated in all the quarters;
- b) Current Status ???

(v) Computerized Accounting:

- Both systems of accounting;
- Review and discontinue.

19. MAHARASHTRA (28/9/2016 - 73)

17

(i) Staffing:

- Posts have been lying vacant for a long time at DPO (30%) and BRC (38%) levels.

(ii) Accounts Training:

- (a) Training details not specified. Instead date specified;
- (b) Training during review meeting is not recognised. Five days training is mandatory every year;

MAHARASHTRA
17

(iii) BRS:

No remarks.

(iv) No. of Bank Accounts:

- Against 30 districts, 57 bank accounts being maintained.
- Higher. Any dormant accounts????
- Please review and minimize.

(v) Internal Audit (Quarterly by CA):

- Even after completion of the year 2016-17, still the internal audit for the year is in process.
- Current status???
- Please plan and exhibit timely performance

(vi) Computerized Accounting:

- Both Systems;
- Review, consider and shift to computer;
- Pointed out earlier also.

MAHARASHTRA
17

20. Manipur

17

(i) Staffing:

At DPO and BRC levels 19% and 17% posts have been lying vacant;

(ii) Internal Audit

- Not Started for 2016-17;
- Current Status????

(iii) Bank Reconciliation Statement:

No remarks

(iv) State cheques:

- a) Regular Affair in Manipur; Needs review
- b) Against Rs in lakh, indicated in rupees;
- c) Current status

(iv) Computerized Accounts

- Both Systems;
- Review, consider and shift to computer;
- Pointed out earlier also.

Analyst
2/2

21. MEGHALAYA

(i) Staffing:

- a) Posts lying vacant at DPO and SPO levels;
- b) Take steps to fill them up

(ii) Bank Reconciliation Statement:

No remarks.

(iii) Internal Audit

- a) Status for II to IV Quarters not indicated;
- b) Present Position???

(iv) Computerized Accounting:

- Both Systems;
- Review, consider and shift to computer;
- Pointed out earlier also.

22. MIZORAM

1/2

(i) Accounts Training:

- (a) Lesser achievement against Planned;
- (b) SPO 0 against 11; DPO 2 against 8; BAC 2 against 66 and SMC 530 against 2288
Programmes planning;

(ii) Computerized Accounting:

- Both Systems;
- Review, consider and shift to computer;
- Pointed out earlier also.

23. NAGALAND

(i) Accounts Training:

- No training so far.
- Five day training for Accounts and audit staff mandatory every year;

(ii) Internal Audit:

- In Progress
- Current Status?????

(iii) Computerized Accounting:

- Both systems;
- Consider discontinue Manual System.

24. ODISHA

1/3

(i) Accounts Training:

(a) Please indicate the actual number of persons trained vis-a-vis the target number of persons to be trained, and also the dates of the training programmes completed.

(ii) No. of Bank Accounts (Multiple Bank Accounts):

- One SPO and nine bank accounts
- 30 DPOs and 109 accounts.
- Any dormant accounts????
- Please review and minimize.

ODISHA
3/3

(iii) Stale Cheques:

Stale cheques are a continuous affair, as reported during the last six quarters. The details communicated to us are as under:

S. No.	Quarter ending	Amount of stale cheques (Rs. in lakh)
1.	30/03/2015	254.84
2.	30/06/2015	98.67
3.	30/09/2015	85.45
4.	31/12/2015	260.49
5.	31/03/2016	294.90
6.	30/06/2016	187.39

- Please take necessary steps to bring the amount of stale cheques to zero.
 - Also send us the age and amount of the stale cheques.
- Mail sent on 25/10/2016 no reply received.

(iv) Internal Audit (Quarterly by CA):

- Completed upto 2014-15 only.
- Very late.
- Starting soon. Expeditious steps required.
- Please intimate the likely date of commencement and completion of internal audit.

(v) Computerized Accounting:

Please take necessary steps to discontinue the manual system of accounting at SPO / DPO levels for better efficiency.

(vi) Information as on 30/9/2016 No.

ODISHA
3/3

25. PUDUCHERRY

(i) Staffing:

The posts have been lying vacant for a long time.

(ii) Accounts Training:

- (a) Please indicate the target vs actual number of beneficiaries.
- (b) Request lay emphasis on observations of internal audit / statutory audit and settlement thereof in the training, repeat problems being faced and also issues pointed out by MHDR.

26. PUNJAB

3/4

(i) Staffing:

- (a) Please indicate the date of four vacancies lying vacant at DPO level.
- (b) Against 217 BRCs 372 positions of accountants????
- (c) Is it as per PAB approval?

(ii) Accounts Training:

In one day workshop following areas covered

- 1. EPF Matters
 - 2. TDS
 - 3. Cash book maintenance
 - 4. Settlement of Outstanding advances.
 - 5. TA/DA
 - 6. Procurement Procedures
- Is it possible with quality????

PUNJAB
3/4

- (a) Please indicate the target number of beneficiaries vis-à-vis actual number of beneficiaries.
- (b) Please also indicate the dates of training.
- (c) As per FMP Manual para 86 a minimum of 5 days training to Accounts and Audit staff is mandatory in a year. The accounts staff so trained at district level will provide training to block level staff, who in turn will provide training to staff at cluster and SMC level. One day training has been imparted.
- (d) Request for emphasis on observations of internal audit / statutory audit and settlement thereof in the training, repeat problems being faced and also issues pointed out by MHRD.

(iii) Internal Audit (In-House arrangements):

- The following data given for internal audit status is not clear.

Location	No. of Districts / BRC	Frequency (Quarterly / Half Yearly / Annually etc.)	Status as on 31st March, 2018	Completed upto 1st Qtr of 2016-17	Completed upto 2nd Qtr of 2016-17
SPOs	1	Yearly	0	1	1
DPOs	22	Quarterly	22	14	20
BRCs	217	Yearly	217	58	128

- Please indicate the likely date of completion of internal audit in the remaining districts / BRCs.

PUNJAB
3/4

(iv) Computerized Accounting:

- (a) Please take necessary steps to discontinue the manual system of accounting at all levels for better efficiency.
- (b) The cash book and advance register can also be maintained on computer. Request maintain them.

27. RAJASTHAN (28/10/2016 - 13)

3/4

(i) Staffing:

175 positions have been lying vacant at block level for a long time.

(ii) Accounts Training:

- (a) Contents of training programme column - HCM, RIPA, Jaipur has been mentioned????
- (b) Please indicate the target number of beneficiaries vis-à-vis actual number of beneficiaries.
- (c) Please also indicate the dates of training.
- (d) Request lay emphasis on observations of internal audit / statutory audit and settlement thereof.

(iii) BRS:

RAJASTHAN
3/4

The BRS is lagging behind as usual. Please take expeditious action to update the same immediately.

(iv) No. of Bank Accounts:

- (a) Against 33 districts, 102 SSA bank accounts excluding NPEGL accounts at DPO level are being maintained. Please review the essentiality of maintaining multiple accounts for reducing the same to the minimum desirable level. Are there any dormant accounts???

(v) State Cheques:

- Rs. 10057.00 lakh are being shown under this head???
- Please furnish revised details of this amount. There was no amount under this head in June 2016.

(vi) Internal Audit:

RAJASTHAN
4/4

- (a) Please indicate the likely date of completion of internal audit for the year 2014-15 and 2015-16.
- (b) While giving details as on 31/3/2016 it was mentioned that "CA firms have been selected to conduct internal audit upto June 2016".
- (c) As on 31/3/2015 (2014-15) the status of internal audit was communicated as detailed below:

SPO	-	Nil completed
DPO	-	18 completed
BRC	-	119 completed

Now it is being reported that IA for the year 2014-15 is in progress. This is not clear and may please be clarified.

(vii) Computerized Accounting:

RAJASTHAN
4/4

- (a) Manual accounts are being maintained in 21 districts???
- (b) Please take necessary steps to discontinue the manual system of accounting since accounting software is already available, for better efficiency.

28. SIKKIM (14/11/2016 - 29)

1/2

(i) Staffing:

Please indicate the name and number of each post separately for all levels.

(ii) Accounts Training:

- (a) No training till 14th November, 2016. Requires immediate action for conduct of training.
- (b) Please indicate the target number of beneficiaries.
- (c) Request lay emphasis on observations of internal audit / statutory audit and settlement thereof in the training, repeat problems being faced and also issues pointed out by MHRD.

2/2

(iii) Computerized Accounting:

Please take necessary steps to discontinue the manual system of accounting since accounting software is already available, for better efficiency, at DPO level.

29. TAMIL NADU (10/11/2016 - 25)

1/2

(i) Staffing:

For 402 BRCs, 872 posts have been shown????

(ii) Accounts Training:

- (a) Please indicate the target vs actual number of beneficiaries.
- (b) Request lay emphasis on observations and settlements of internal audit / statutory audit.
- (c) Training on maintenance of cash book, preparation of vouchers may be provided to freshers only.

(iii) BRS:

No remarks w.r.t. pending entries.

2/2

(iv) No. of Bank Accounts:

- (a) For 30 districts only one SSA account.
- (b) For 402 BRCs only one SSA account and
- (c) For 61 KGBVs only one SSA account????

(v) Computerized Accounting:

Please take necessary steps to discontinue the manual system of accounting since accounting software is already available, for better efficiency, at all levels.

30. TELANGANA (02/09/2016 - 48)

(i) Staffing:

(a) Posts have been lying vacant for a long time at SPO and DPO levels.

(ii) Accounts Training:

(a) Please send the training schedule for the year 2016-17 as mentioned by you. Almost 3/4th of the year is over.

(b) Request lay emphasis on observations of internal audit / statutory audit and settlement thereof in the training, repeat problems being faced and also issues pointed out by MHRD.

(iii) Bank Reconciliation Statement:

No remarks w.r.t. pending entries.

(iv) Internal Audit

(a) Please indicate the likely date of completion of internal audit for 1st quarter besides likely date of commencement for 2nd quarter.

(v) Computerized Accounts:

Format not filled in completely. The alphabets CGG not clear.

(vi) Information as on 30/9/2016 No.

TELANGANA
3/1

31. TRIPURA (29/07/2016 - 14)

(i) Accounts Training:

(a) Please indicate the target number of beneficiaries vis-à-vis actual number of beneficiaries.

(b) Please also indicate the dates of training.

(c) Contents of training "Cash Book, Journal, Ledger, Income and Expenditure Accounts, Receipt and Payment Accounts, Norms for regulating Advances, rules for Adjustment of Advances, Trial Balance, Physical verification, Classification of Assets and Liabilities and Audit" need review.

(d) Request lay emphasis on observations of internal audit / statutory audit and settlement thereof in the training.

(ii) BRS:

No remarks w.r.t. pending entries.

(iii) Computerized Accounting:

Please take necessary steps to discontinue the manual system of accounting at SPO / DPO levels since accounting software is already available, for better efficiency.

(vi) Information as on 30/9/2016 No.

TRIPURA
3/1

32. UTTAR PRADESH (26/10/2016 - 11)

(i) Staffing:

The information has been sent in the old formats. Mail with new formats sent. Post wise details not indicated.

(ii) Accounts Training

- (a) Please indicate the target number of beneficiaries vis-à-vis actual number of beneficiaries.
 (b) Please also indicate the dates of training.

(iii) Bank Reconciliation Statement:

No remarks w.r.t. pending entries.

(iii) No. of Bank Accounts:

- Compared to 75 districts, 225 Bank Accounts are being maintained at DPO level (Mail dated 7th October 2016). Review and reduce to minimum require.
- As against 225 accounts, vide mail dated 26th October 2016, only three bank accounts have been communicated????

(iv) Computerized Accounts

Location	No. of District BRC	Name and Version of Accounting software	Accounting Units	Parallel System (Manual and on Computer Both)
As on 30.6.2016 & upto 30.09.16				
SPO	1	Tally exp-3	1	No
DPOs	75	Tally exp-3	75	No
BRCs	880	Tally exp-3	880	834

- Col. 6 all units fully computerized. Col. 8 Manual system only in all the units????
- Please take initiative for discontinues manual system of accounting in view of the advantages attached to computerized accounting.

(v) Internal Audit:

Location	No. of District BRC	Internal Audit System (whether in House or hired CA firm etc.)	Frequency (Quarterly / Half Yearly / Annually etc.)	Status as on 31st March, 2016	Completed upto 1st Qtr of 2016-17	Completed upto 2nd Qtr of 2016-17
SPO	1		Annually	14	14	14
DPOs	75		Annually	14	14	14
BRCs	880		Annually	117	185	185

- Col. No. 5 not filled in properly.
- Nil information w.r.t. SPO furnished.
- Out of 75 DPOs status of 14 furnished
- Similarly out of 880 BRCs status of 185 furnished.

33. UTTARAKHAND (18/11/2016 – 33)

(i) Accounts Training:

- (a) The target number of beneficiaries besides the likely date of commencement of training programmes may please be indicated.
- (b) Almost 3/4th of the year is already over the training is yet to start.
- (c) Request lay emphasis on observations of internal audit / statutory audit and settlement thereof in the training, repeat problems being faced and also issues pointed out by MHRD.

UTTARAKHAND
3/4

(ii) BRS:

- (a) The Bank Reconciliation statement at BRC level is lagging behind as usual as only 11 out of 13 (DPO) and 75 out of 95 (BRC) accounts have been reconciled as on 30/9/2016. Efforts be made to reconcile all the accounts on monthly basis as laid down in FMP Manual.
- (b) This has been pointed out earlier also.

(iii) No. of Bank Accounts:

- (a) Against 13 districts, 27 bank accounts are being maintained at DPO level.
- (b) Any dormant account????
- (c) Please review the essentiality of maintaining multiple accounts for reducing the same to the minimum desirable level.

(v) Internal Audit (considerably lagging behind):

Location	No. of Districts / BRC	Internal Audit System (whether In-house or hired CA firm etc.)	Frequency (Quarterly / Half Yearly / Annually etc.)	Status as on 30 June, 2016	Completed upto 2nd Qtr of 2016
SPO	1	IN HOUSE	HALF YEARLY	1	NIL
DPOs	13	-	-	1	NIL
BRCs	95	-	-	7	NIL

- * Frequency half yearly – completed NIL (2nd quarter at SPO).
- * DPOs – 13 completed NIL
- * BRCs – 95 completed NIL????
- * Expedious steps required to complete it.

UTTARAKHAND
4/4

(vi) Computerized Accounting:

Please take necessary steps to discontinue the manual system of accounting at SPO / DPO levels since accounting software is already available, for better efficiency.

(vii) E-Transfer of funds:

Why DD at district to sub-district???

34. WEST BENGAL (26/10/2016 - 11)

3/4

D) Staffing:

A few posts have been lying vacant at different levels for a long time.

(ii) Accounts Training:

- Please indicate the actual number of persons trained vis-à-vis the target number of persons to be trained during the year, and also the dates of the training programmes completed.
- Request for emphasis on observations of internal audit / statutory audit and settlement thereof in the training, report problems being faced and also issues pointed out by MAIRD.
- School level accounting is extremely elementary as most of the financial personnel would be qualified beyond this level.

WEST BENGAL
3/4

(iii) No. of Bank Accounts:

Level	No. of District/ BRC	No. of Bank Accounts as on 30/09/2016	
		SSA	KGBV
SPD	1	2	1
DPOs	21	27	23
BRCs	341	643	115

- Multiple number of accounts are being maintained for lesser DPOs / BRCs / KGBVs.
- Please review the essentiality of maintaining multiple accounts for reducing the same to the minimum desirable level, for better efficiency.

(iv) State Cheques:

It appears that state cheques are a continuous affair in the State, as reported during the last three quarters. The details communicated to us are as under:

S. No.	Quarter ending	Amount of state cheques (Rs. in lakh)
1.	31/12/2015	16.75
2.	31/3/2016	3.6475
3.	30/6/2016	19.59531
4.	30/9/2016	9.81585

Please take necessary steps to bring the amount of state cheques to zero. Also please send us the age and amount of the state cheques.

WEST BENGAL
3/4

(vi) Computerized Accounting:

Location	No. of District/ BRC	No. of Units fully Computerized	Parallel System (Manual and on Computer Both)		Normal System only (with reasons)
			As on 30.09.2016		
SPD	1	1	0	0	0
DPOs	21	19	15	0	0
BRCs	341	523	497	0	28

- For 341 BRCs 523 units have been stated to be fully computerized. Please elucidate.
- Parallel system of accounting being followed in 497 BRCs.
- Total 7777
- Please take necessary steps to discontinue the manual system of accounting at SPD / DPO levels for better efficiency.

Annual Report 2014-15 still awaited

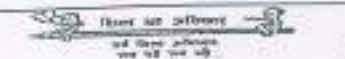
- Arunachal Pradesh – Nothing received
- Jharkhand – Nothing received
- Telangana – Hindi version and Delay statement
- Daman & Diu - Hindi version and Delay statement
- Puducherry – 25 copies each in Hindi and English alongwith Delay statement
- Chhattisgarh – Delay statement
- Gujarat – Hindi version and Delay statement
- Odisha – Hindi version and Delay statement

Annual Report 2015-16

- All the States / UTs are requested to submit Annual Report 2015-16 – 50 copies each in Hindi and English immediately alongwith Delay Statement.

Thank
you





**C&AG Performance Audit Report
2010-11 to 2015-16**

**On
Implementation of Right of Children to Free and
Compulsory Education Act, 2009**

**51th Quarterly Review Meeting of
Finance Controllers on 5th & 6th June, 2017
at New Delhi**

Introduction

C&AG while conducting the performance audit on implementation on RTE Act 2009 in respect of States/UTs has highlighted certain serious irregularities / lapses and sought for the replies on op immediate basis.

In view of the seriousness of the matter, you are requested to get replies to the points in respect of States/UTs be expedited by 03.05.2017 enabling us to examine the same and clarify our stand to C&AG on the issues.

1.- Heavy unutilized balance

During 2010-11 to 2015-16, it was observed that in 35 States/UTs, the unutilized amount at the close of each year ranged between Rs. 12,239.45 cr. to Rs. 17,241.66 cr. In Bihar, the unutilized balance was an alarming high Rs. 32,105 cr. out of Rs. 54,102 cr. (59 per cent) of the available funds during the years 2010-11 to 2015-16.

1. Outstanding advances

Scrutiny of the records of States/UTs revealed that there were consistently large outstanding advances amounting to Rs. 4,984.91 cr., Rs. 10,053.68 cr. and Rs. 5,286.97 cr. lying with the SISs at the end of 2013-14, 2014-15 and 2015-16 respectively.

The specific reasons for the heavy outstanding advances in respect of your States/UTs inter-alia intimating the steps taken to minimize the advances with latest outstanding advance figures (as on 31.03.2017) may be intimated.

Contd...

2. Delay in release of funds by State Government to SIS etc.

In some cases, there is a delay in release of funds by various functionaries of State Government to SIS and by SIS to Districts etc. The specific reasons for the delay in release of funds and remedial measures taken to minimize the delay may be intimated- Meghalaya, Goa, Nagaland, Rajasthan, Arunachal Pradesh, Mizoram (with data for last 7 years 2010-11 to 2016-17).

4. Irregular release/ utilization of funds

Irregularities highlighted relates to the following States/UTs:

- i) Chandigarh- Chandigarh administration deposited Rs. 7.50 cr. with Executive Engineer, CP Division No. 4, UT Chandigarh for construction of new building for New Primary school Chasor without taking prior approval from the finance department, Chandigarh Administration.

Contd...

- i) Andhra Pradesh - An amount of Rs. 8.96 cr. was diverted from SSA grant to National Programme for Education of Girls at Elementary Level (NPEGL) scheme during 2013-14 without any approval of the Ministry/Board. Also an expenditure of Rs. 0.55 cr. was incurred in 2014-15 on NPEGL scheme by diverting from SSA grant.
- ii) Uttar Pradesh - In 2010-11 and 2011-12, funds amounting to Rs. 5.38 cr. and Rs. 25.61 cr. (total Rs. 31.00 cr.) respectively was diverted from SSA to National Programme of Education for Girls at Elementary Level (NPEGL). Whereas in 2012-13, 2013-14 AND 2014-15, Rs. 26.14 cr., Rs. 5.27 cr. and Rs. 54.88 cr. (total Rs. 86.29 cr.) respectively was diverted from NPEGL to SSA, though funding for NPEGL was stopped from 2013-14.
- iii) Manipur - Rs. 320.25 lakh meant for construction of school buildings was unauthoritatively diverted by the State Project Officer for renovation of SPO and Group, Buprepar (Rs. 1.81 cr.), renovation of chowkidee quarter of SPO (Rs. 0.11 cr.), development of lanes of SPO (Rs. 0.10 cr.), strengthening of compound wall (Rs. 0.09 cr.), purchase of laptop etc. (Rs. 1.10 cr.).

Contd...

- v) Andhra Pradesh - Funds to the tune of Rs. 1.73 cr. were diverted to various departments during 2012-13 to 2015-16 in the form of Advances to other Departments/Offices which did not fall under the framework of SSA.
- vi) Andaman & Nicobar Islands - Construction of additional classrooms without requirement in the 2012-13 at a cost of Rs. 62.63 lakh resulted in avoidable expenditure.
- vii) Gujarat - HM room and office room would not count as a classroom for the purpose of maintenance grant. Further 3 primary schools which had no classroom also claimed the maintenance grant. This has resulted excess payment of Rs. 31.70 lakh.
- viii) Chandigarh - Expenditure of Rs. 8.72 cr. was incurred (Rs. 6.41 cr. November 2011 and 2.31 cr. in July 2013) on a school building which was on a disputed land. The court gave decision in the favour of the petitioner in July 2013.

Contd...

5. Misappropriation of funds

Suspected cases of misappropriation of funds are given below:

- i) Odisha - Misappropriation by Head Masters (HMs) in five sampled district Rs. 1.04 cr. was withdrawn and retained by 58 HMs without executing 30 infrastructural works allotted to them.
- ii) Bihar - During post check of the records of DPOs and schools, it was noticed that HMs of 234 schools in six districts had withdrawn funds of Rs. 12.06 cr. up to 2014-15 meant for civil works from the account of Vidyalyaya Shiksha Samiti (VSS).
- iii) Assam - In selected districts of Dibrui, Kokrajhar, Lakhimpur and Darrang, during 2010-11 to 201-15, Rs. 379 cr. was sanctioned and released to different School Management Committee (SMC) for 11,268 civil construction works, such as additional classrooms, boys toilet and HM room etc. of which 842 works, estimated to cost Rs. 21.92 cr. remained incomplete (ic of 14 cr. 70 lakhs).

Contd...

Against the estimated amount of ' 21.92 crore (released amount ' 17.69 crore), ' 10.87 crore was utilized in civil construction works and ' 5.47 crore remained in the SMCs accounts. The balance ' 1.35 crore was reported by District Monitoring Committees as being misappropriated by the Secretary/President of the SMCs.

6. Short utilization of funds in implementation and monitoring

Research, Evaluation, Monitoring and Supervision (REMS)- The status of funds allotted and utilized in nine states is detailed below:

Contd...

Table 7: Utilization of funds under REMS

(in crore)

Sl. No.	State	2018-19	2019-20	2020-21
3	Odisha & Tripura	8.82	9.88	1.86 (11.26)
4	Chhattisgarh	26.72	18.84	1.91 (6.75)
5	Maharashtra	11.53	11.82	1.19 (10.33)
6	Uttar Pradesh	34.29	15.46	18.19 (52.59)

Source: Data compiled from State Reports

The above table indicates short utilization of funds by states ranging from 32 (Maharashtra) to 89 (Uttar Pradesh) per cent. The reasons for short utilization of funds by respective State Government may be intimated.

Contd...

7. Learning Enhancement Programme (LEP)

The status of funds allotted and utilized in eight states is tabulated below:

Table 8: Utilization of funds under LEP

Sl. No.	State	2018-19	2019-20	2020-21
1	West Bengal	64.13	34.73	29.41 (44.8)
4	Maharashtra	124.26	191.34	34.44 (27.7)
6	Rajasthan	126.81	43.84	81.97 (64.7)
8	Haryana	1.17	1.89	0.77 (65.4)

Source: Data compiled from State Reports

Contd...

The above table indicates short utilization of funds by states ranging from 17 to 88 per cent. The reason for short utilization of funds was improper planning by State Governments/ State Implementation Societies may be intimated.

1. Community Mobilization (CM)

The status of funds allotted and utilized in seven states is tabulated below:

Table 9: Utilization of funds under Community Mobilization

Sl. No.	State	2018-19	2019-20	2020-21
2	Madhya Pradesh	41.43	21.44	19.73 (45.2)
4	Mizoram	6.81	7.44	0.94 (13.8)
6	Uttar Pradesh	27.26	24.99	2.27 (8.3)

Source: Data compiled from State Reports

Contd...

There was short utilization of funds ranging from 9 to 60 per cent. The reasons for short utilization of funds may be intimated.

3. Irregular Depletions in Annual Accounts of SISs

As per para 106.2 of FM&P of SSA, SISs shall maintain proper accounts and other relevant records and prepare annual accounts comprising the receipts and payments accounts and Statement of liabilities in such form as may be prescribed by the Registrar of Societies.

Contd..
Irregularities noticed in the annual accounts of four states is detailed below:

Sl. No.	State	Particulars
3	Madhya Pradesh	An amount of ₹ 1,147.18 crore was released by Director, Elementary Education (DEE) to Haryana School (HSS) Parityojan Parishad during 2009-10, but verification of annual accounts prepared submitted by the Parishad revealed that only ₹ 2,00,234 crore was accounted for and balance of ₹ 946.94 crore was not accounted for in accounts. The Parishad in June 2010 stated that HSS had released funds for supply of text and reference books and repair work also. Only the funds received for SSA were shown in accounts. It was further noted that the difference of ₹ 924 crore in the year 2009-10 was not to be remitted whereas ₹ 21.30 crore in the year 2010-11 were offered against payment of salary to teachers. The copy was not available as proper accounts were not maintained and remaining entries were not recorded by the Parishad.

Contd..
Irregularities noticed in the annual accounts of four states is detailed below:

Sl. No.	State	Particulars
4	Sikkim	Cash book is the principal record of all money transactions which take place every day and all other registers are subsidiary to it. It was observed that the funds received from the Centre/State Governments were not accounted for in the cash books on a number of occasions as shown below: Table 10: Fund received via bank Amount taken to cash book.

Contd..

Year	Fund received				Actual amount (instead in receipt slides cash book)	
	Fund received		Actual amount		Difference	
	Central Share	State Share	Central share	State share	Central share	State share
2010-11	44.69	2.82	34.09	2.27		
2011-12	49.23	3.09	43.21	3		
2012-13	35.34	4.99	3	3		
2013-14	41.72	4.80	41.35	2.80		
2014-15	45.26	5.09	11.90	3		
2015-16	49.54	6.27	33.26	2.80		
Total	239.61	25.88	144.71	8.27		

Source: Departmental data
Thus, exact provisions are not complied with.

Contd..

10. Certification of accounts by Chartered Accountant firms

Chapter VIII of FMS&P of SSA stipulates that the annual accounts of SS would be audited by CA firms selected from the C&AG/State AG's empanelled list. The CA firm is to complete the audit of the accounts by 31st August and submit its report by 30th September every year, certifying that the accounts are true and fair to the best of their knowledge. The State Government would forward the audit report to Government of India for acceptance by 3rd November every year.

Test check of record of certification of accounts of SS for 2014-15 of 27 States/UTs revealed that in only 8 states viz Andhra Pradesh, Bihar, Chandigarh, Chhattisgarh, Jammu & DK, Delhi, Punjab and Sikkim, CA firm completed the audit within the prescribed time and in another nine states/UTs viz Andhra Pradesh, Bihar, Chandigarh, Chhattisgarh, Delhi, J&K, Uttar Pradesh, Rajasthan and West Bengal the CA firm submitted the report within the prescribed time. Further none of the State Governments forwarded the Audit Report to Government of India by the prescribed date.

11

Contd..

11. Procurement/Distribution of text books and uniforms

Causes of irregularities in procurement and disbursement of text books/

--	--	--

Contd..

2	Chhattisgarh	<p>Records of the Mission Director revealed that Chhattisgarh Text Book Corporation (CTBC) supplied 20,23,518 text books (Class VI to VIII) during 2012-13 to 2015-16 at the price ranging from ₹ 256 to ₹ 317 per child against the ceiling of 250 per child (norms prescribed in SSA Framework). This resulted in extra expenditure of ₹ 7.78 crore.</p> <p>The Mission Director stated (May 2016) that the payment was made for supply of text books within the approved budget provision. The reply does not address the issue of procurement at a higher price.</p>

Contd..

3	Kashmir	<p>Total students in Government and Aided schools during 2010-11 was 2.23 crore, however, only 1.79 crore sets of text books were printed during this period. Consequently 43.81 lakh children were deprived of their text books during 2010-11 due to short printing of books.</p> <p>In four selected districts (Duglhar, GDA, Pulwat and Srinagar), books were not distributed among 16.83 lakh students during 2010-11. Further, in one checked 50 schools of two districts (GDA and Pulwat), 12,318 out of 33,223 students of class I to VIII did not receive their text books during 2010-11.</p> <p>National Education Project Council (NEPC) stated that the State Government decided to print the text books on the basis of student attendance and availability text books in each school of every school.</p> <p>Reply of the State is not suitable as distribution of books should be on the basis of enrolment and not on per attendance.</p>

Contd..

3	Kerala	Uniforms were required to be supplied to all categories of students, but eligible students belonging to Above Poverty Line (APL) category were not provided with uniforms during 2012-14.
4	Madhya Pradesh	<p>Records of Madhya Shiksha Kendra (MSK), revealed that 42.52 lakh books were short supplied to districts against the supply order of 56.48 crore books during 2010-11. Districts which were not provided books by the MP Poshan Kosh Nigam raised additional demand after the order receipt. This led to delayed distribution of text book.</p> <p>1,18,913 books of different subjects were not distributed during 2013-14 in three districts (Balaghat, Datta, and Raichur) and in three districts (Balaghat, Dindargarh, and Datta), 4,22,077 books were distributed after commencement of session between months July to November.</p> <p>The DPCs stated that delayed distribution was due to delay in supply from the Nigam and the timely distribution of text book could be ensured in future.</p>

Contd.	
Sr.	Remarks
5	<p>Mizoram</p> <p>Mizoram Pariformik (Shiksha Parishad (MPSF) please advise on Mizoram State Bureau of Text Book and Curriculum Research (MSBTB&CR), Plan for printing of textbooks and workbooks for free distribution to children enrolled in Government and Aided schools up to class VIII During 2010-11, out of 51.81 crore books, 37.09 crore books (90.56 per cent) were supplied by MSBTB&CR after the commencement of students' session. The delays ranged between one to six months. As a result, the books could not be distributed to the children on time.</p>
6	<p>Odisha</p> <p>Against the requirement of 2.77 crore of free text books during 2014-15 for 54,99,795 students of class I to class VIII in Government and Aided schools, only 1.69 crore of books were supplied, resulting in short supply of 7.3 lakh books. As a result, 30,710 students did not receive full set of books during the year and 1,28,636 students of class IV to VIII received the books partly.</p>

Contd.	
Sr.	Remarks
7	<p>Madhya Pradesh</p> <p>22 to 27 per cent of the eligible children were deprived of free school uniforms during 2012-13 (except for the year 2012-13) due to short release of funds (₹ 37.99 crore) as against PAR approved norms. During 2012-18, 3,44,825 children were deprived of free school uniforms.</p>
8	<p>West Bengal</p> <p>Uma Dimpur division (West Bengal), Teacher-in-Charge of 13 Schools reported that the quality of the uniforms distributed during 2014-15 was very poor. Further, it was observed that graduation of 17 children of Kalyanpur Nilbaranyan Free Primary School, Uma Dimpur school to receive sub-standard quality uniforms.</p>
9	<p>West Bengal</p> <p>In these non-checked division (Disharigpur), Chimpur and Sambhal, 54.77 lakh books valued ₹ 2.19 crore were purchased in excess of requirement during 2014-16.</p>

Non-distribution of school books in time and non-distribution of sub-standard uniforms adversely affect the education being imparted.

Contd.	
<p>12. Irregularities in infrastructure development of schools</p> <p>As per Section 1 and 9 of the Act, it is the duty of the State Government/ Local Authority to provide infrastructure including school building, teaching staff and learning material. Further as per Section 13(1) of the Act, no school shall be established, or recognized, unless it fulfils the norms and standards specified in the Schedule to the Act.</p> <p>A. Inadequate Infrastructure</p> <p>Test check in north revealed that in seven States/ UTs, there was shortcomings in infrastructure facilities as mentioned below:</p> <p>1) Chhattisgarh</p> <p>Test check of Government Sr. Secondary School at Khoda Ali Shey, Chondgarh, revealed that the building of the school was unsafe due to major cracks in beams and leakages. Despite the request by the School Principal (July 2014), no corrective measures were taken by the Engineering Department and school was still running in unsafe building, thus, exposing the students (approximately 200) to risk.</p> <p>The Department accepted the (August 2015) the audit observation.</p>	

Contd.	
<p>2) Tripura</p> <p>Physical inspection at Durgapur J.B. School under Dharmanagar Municipal Council in North Tripura district revealed that the school was functioning in a Anganwadi Centre (AWC) since 2004. Further, the AWC was in a dilapidated and unhygienic condition.</p> <p>Similarly, Yamshovan Para J.B. School under Gungrivagar Block in Dhalai district was running in a temporary bamboo shed since 2001. Rajibon Choudhury Para J.B. School under Damburnagar Block, Gaidichera in Dhalai district was also running in a temporary room constructed with GI Sheet since 2004.</p> <p>As a result, conducive atmosphere for imparting education was not prevalent in these three schools.</p>	

Contd...

v) Kerala
 1,112 schools did not obtain fitness certificates as of September 2016. Directorate of Public Instruction, Kerala informed that 146 schools were in unsafe condition.

vi) Jharkhand
 In two of the four selected districts (Giridih and Palamu), 14 schools were without buildings. In two Government Primary Schools, class rooms out of existing six classrooms in one school and three rooms in another school were under unauthorised occupation and hence, not being used for teaching purpose.

vii) Puducherry
 Test check of 378 schools in two selected districts revealed that, 6 schools were running in rented buildings, 17 schools were without playground, 27 schools were without barrier free access and 2 schools were without boundary wall. In one school, 2 classes were found running in a dilapidated old kitchen building covered by asbestos sheets.

Contd...

vii) Delhi
 In Delhi Municipal Corporations (DMC), construction and renovation works in schools are carried out by Engineering Department on the requisition of Education Department of respective DMCs. During 2009-16, Education Departments of North and South DMCs issued requisition of various works in 95 schools. The status of these works as of July 2016 is tabulated below:

Table 17: Status of works

Category	North DMC	South DMC	Total	Value (Rs. Crores)
Works	21	28	49	19.64
Not started	3	12	15	43.00
Completed	2	3	5	21.00

Source: Data compiled from State Reports

Contd...

Audit scrutiny revealed the following:

- Works in seven schools were not taken up as budget was not made available by their respective Education Departments.
- Twenty four works in North MCD and 26 works in South MCD were not started though requisitions were received by the Engineering Departments 7 to 78 months ago.
- Construction work of the Municipal Corporation Primary, Gopal Nagar was abandoned after completion of 50 per cent of work and incurring expenditure of ₹ 1.16 crore due to construction of Metro Station.

Contd...

viii) Tamil Nadu
 Test check of 150 schools in 5 selected districts revealed that, 9 schools did not have barrier free access for crossing State Highway, 100 and 1000 works were conducted in the corridor of broken tiled roof in one school; 19 schools were functioning in tiled roof buildings; 3 schools in buildings with asbestos sheet roofing; 11 schools in dilapidated buildings; and 19 schools did not have kitchen shed.

ix) Uttar Pradesh
 • 105 schools were running without building; 403 schools were running in dilapidated buildings; and 858 schools were running in rented buildings.
 • 26 school buildings were accommodating 1 to 3 PSs/ UPSs each (total 58 schools) in Bahraich, Gorakhpur, Sultanpur and Unnao districts. Thus, proper school buildings were not provided to schools even after six years of implementation of the Act.
 • Physical verification of PS Payal, Gorakhpur revealed that the school was being used as dairy/granary and PS Payal was running in the building of UPS Payal.

Contd.

The above cases indicate inadequacies of infrastructure posing risk to students and also failing to provide conducive environment for providing quality education.

II. Blocking of funds

Examination of records in eight states revealed blocking of funds by various agencies as detailed below:

Sl. No.	Name of State	Details of blocking of funds
1	Andhra Pradesh	...
2
3
4
5
6
7
8

Contd.

Sl. No.	Name of State	Details of blocking of funds
9
10
11
12
13
14
15
16
17

Contd.

Sl. No.	Name of State	Details of blocking of funds
18
19
20
21
22
23
24
25

Contd.

Sl. No.	Name of State	Details of blocking of funds
26
27
28
29
30
31
32
33

Contd.

12. Irregularities in procurement

Irregular payment of 88.44 lakh on procurement of furniture

DPC, Surguja, Chhattisgarh placed (February 2011) supply order worth 2.25 crore to 10 firms for supply of 7,495 tables and benches for UPSs and made payment of 2.70 crore. Payments were made in advance during 2011. The payment included Value Added Tax (VAT) amounting 34.58 lakh which was to be retained from the suppliers' bills as per the provision of Section 27 of the VAT Act and to be deposited in the Government Account. The firms concerned had not deposited the VAT amount in the Government Account. Further, five firms had not supplied (July 2016) 2,572 tables and benches valuing 45.86 lakh. Action against the suppliers had not been initiated for non-supply (July 2016).

DPC, Surguja, then, made irregular payment of 88.44 lakh on procurement of furniture.

Contd.

13. Irregularities in procurement of computers/ accessories in Chhattisgarh, Tripura & Delhi

(i) PAB sanctioned (October 2010), 9.00 crore in 18 districts of Chhattisgarh under Computer Aided Learning Programme (CAL) for 288 UPSs to be developed under CAL with Large Format Display (LFD) computers.

Supply order was issued (October 2010) by Rajiv Gandhi Shiksha Mission (RGSM) to a firm registered under Director General of Supplies & Disposal (DGS&D) rate contract, for supply of 246 units of computer equipment for schools at a total cost of 1.29 crore. Audit noted that the equipment were supplied by another firm, not registered under DGS&D rate contract and the payment of 1.29 crore was released to that firm. Thus, procurement of computer equipment of 1.29 crore was irregular.

Contd.

The RGSM Director stated (May 2016) that the second firm was an authorized dealer of the first firm to whom supply order had been placed. Reply is not acceptable because RGSM issued the supply order to the second party without terminating the contract with first firm. Besides, the second firm was also not sanctioned under DGS&D.

(ii) PAB had approved 1.35 crore during 2011-12 for CAL programme under Innovative Activities of SSA in Tripura. Accordingly, MHRD provided 1.83 crore to Rajiv Shiksha Mission, Tripura in March 2012. The Rajiv Shiksha Mission centrally procured 160 computer sets for 59.29 lakh (including 5.20 lakh for 5 years Annual Maintenance Contract) and distributed to eight Block Resource Coordinators (BRCs)/ Urban Resource Coordinator (URC) in May 2013. Audit noted that no computer training was conducted by the BRCs/URC except one batch in Coochbehar, BRC under North Tripura District. Out of 160 computers, 26 were being used in the office of the ISD/BRC etc, 22 because non-functional and 112 were lying idle with BRCs/URC since March 2013 as displayed. The computers were not being used for the purpose for which these were procured and consequently hampered benefits for providing innovative training to the teachers who remained unfulfilled.

Contd.

(iii) During 2010-14, the Universalisation of Elementary Education Mission (UEEM), Delhi made a total provision of 28.24 crore for CAL activities viz. Infrastructure Technology support to schools, Development of Hardware Software CAL content, Technical Personnel Progressors and Specialists, etc. of this, 7.01 crore was only utilized, leaving 13.83 crore unutilized as of March 2016, which constituted 66 per cent of the total budget.

14. Cases of irregularities in operation of schools

- One UPS viz. Goolpani Jr High School, Uttar Dinajpur, West Bengal though shown as functioning during 2015-16, was found closed during the visit of audit. On verification, it was informed that the school was closed since December 2013 owing to non-posting of teachers. The village (Goolpani) had no UPS within 5 to 7 KM, hence, legally guaranteed right of education to the eligible students in a neighbourhood school in that village was not fulfilled.

Contd.

• Kharakola P.P. School, Uttar Dinajpur, West Bengal is an Urdu medium school. But, Urdu teacher was not available in this school for the last five years, also, no Urdu scripted books also could be made available in the school for the last five years. Teacher in charge of the school stated that no classes were conducted in the school during last five years due to shortage of teacher and also due to non-availability of class room in good condition. However, only Mid-Day Meal was served during the school hour.

15. Discrepancies between UDISE and State(s) Data

The data collected during the audit of ten checked schools in the states for the five interventions was compared to the corresponding UDISE data. Differences in the information is tabulated below.

Table 20: Discrepancies in UDISE and State(s) data (Per cent)

State	Intervention	UDISE	State(s)	UDISE	State(s)	UDISE	State(s)	UDISE	State(s)		
Bihar	Alkhanpur	88.88	12.75	25.89	48.18	43.79	78.17	16.80	21.25	23.21	13.08
	Chakul	100	100	100	100	100	100	100	100	100	100
	Chakul	100	100	100	100	100	100	100	100	100	100
Gujarat	South Goa	100	100	100	100	100	100	100	100	100	100
	South Goa	100	100	100	100	100	100	100	100	100	100
	South Goa	100	100	100	100	100	100	100	100	100	100
Uttar Pradesh	Alkhanpur	88.88	12.75	25.89	48.18	43.79	78.17	16.80	21.25	23.21	13.08
	Chakul	100	100	100	100	100	100	100	100	100	100
	Chakul	100	100	100	100	100	100	100	100	100	100

Table 20: Discrepancies in UDISE and State(s) data (Per cent)

State	Intervention	UDISE	State(s)	UDISE	State(s)	UDISE	State(s)	UDISE	State(s)		
Bihar	Alkhanpur	100	100	100	100	100	100	100	100		
	Chakul	100	100	100	100	100	100	100	100		
	Chakul	100	100	100	100	100	100	100	100		
Gujarat	South Goa	100	100	100	100	100	100	100	100		
	South Goa	100	100	100	100	100	100	100	100		
	South Goa	100	100	100	100	100	100	100	100		
Uttar Pradesh	Alkhanpur	88.88	12.75	25.89	48.18	43.79	78.17	16.80	21.25	23.21	13.08
	Chakul	100	100	100	100	100	100	100	100	100	100
	Chakul	100	100	100	100	100	100	100	100	100	100

Table 20: Discrepancies in UDISE and State(s) data (Per cent)

State	Intervention	UDISE	State(s)	UDISE	State(s)	UDISE	State(s)	UDISE	State(s)		
Bihar	Alkhanpur	100	100	100	100	100	100	100	100		
	Chakul	100	100	100	100	100	100	100	100		
	Chakul	100	100	100	100	100	100	100	100		
Gujarat	South Goa	100	100	100	100	100	100	100	100		
	South Goa	100	100	100	100	100	100	100	100		
	South Goa	100	100	100	100	100	100	100	100		
Uttar Pradesh	Alkhanpur	88.88	12.75	25.89	48.18	43.79	78.17	16.80	21.25	23.21	13.08
	Chakul	100	100	100	100	100	100	100	100	100	100
	Chakul	100	100	100	100	100	100	100	100	100	100

Table 20: Discrepancies in UDISE and State(s) data
(Per cent)

State	Type of Discrepancy	Year									
		2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
Andhra Pradesh	Underreported	90.08	100	99.96	99.99	100	100	100	100	100	96.31
	Overreported	99.91	0	0.04	0.01	0	0	0	0	0	3.69
Tamil Nadu	Underreported	100	99.89	100	99.92	100	99.91	99.98	100	99.99	99.99
	Overreported	0	0.11	0	0.08	0	0.09	0.02	0	0.01	0.01
Uttarakhand	Underreported	100	99.99	100	99.99	100	100	100	100	100	100
	Overreported	0	0.01	0	0.01	0	0	0	0	0	0

Table 20: Discrepancies in UDISE and State(s) data
(Per cent)

State	Type of Discrepancy	Year									
		2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
Chhattisgarh	Underreported	100	99.99	100	99.99	100	100	100	100	100	100
	Overreported	0	0.01	0	0.01	0	0	0	0	0	0
Odisha	Underreported	100	99.99	100	99.99	100	100	100	100	100	100
	Overreported	0	0.01	0	0.01	0	0	0	0	0	0
West Bengal	Underreported	100	99.99	100	99.99	100	100	100	100	100	100
	Overreported	0	0.01	0	0.01	0	0	0	0	0	0

Table 20: Discrepancies in UDISE and State(s) data
(Per cent)

State	Type of Discrepancy	Year									
		2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
Gujarat	Underreported	100	99.99	100	99.99	100	100	100	100	100	100
	Overreported	0	0.01	0	0.01	0	0	0	0	0	0
Kerala	Underreported	100	99.99	100	99.99	100	100	100	100	100	100
	Overreported	0	0.01	0	0.01	0	0	0	0	0	0
Madhya Pradesh	Underreported	100	99.99	100	99.99	100	100	100	100	100	100
	Overreported	0	0.01	0	0.01	0	0	0	0	0	0
Rajasthan	Underreported	100	99.99	100	99.99	100	100	100	100	100	100
	Overreported	0	0.01	0	0.01	0	0	0	0	0	0
Telangana	Underreported	100	99.99	100	99.99	100	100	100	100	100	100
	Overreported	0	0.01	0	0.01	0	0	0	0	0	0

Table 20: Discrepancies in UDISE and State(s) data
(Per cent)

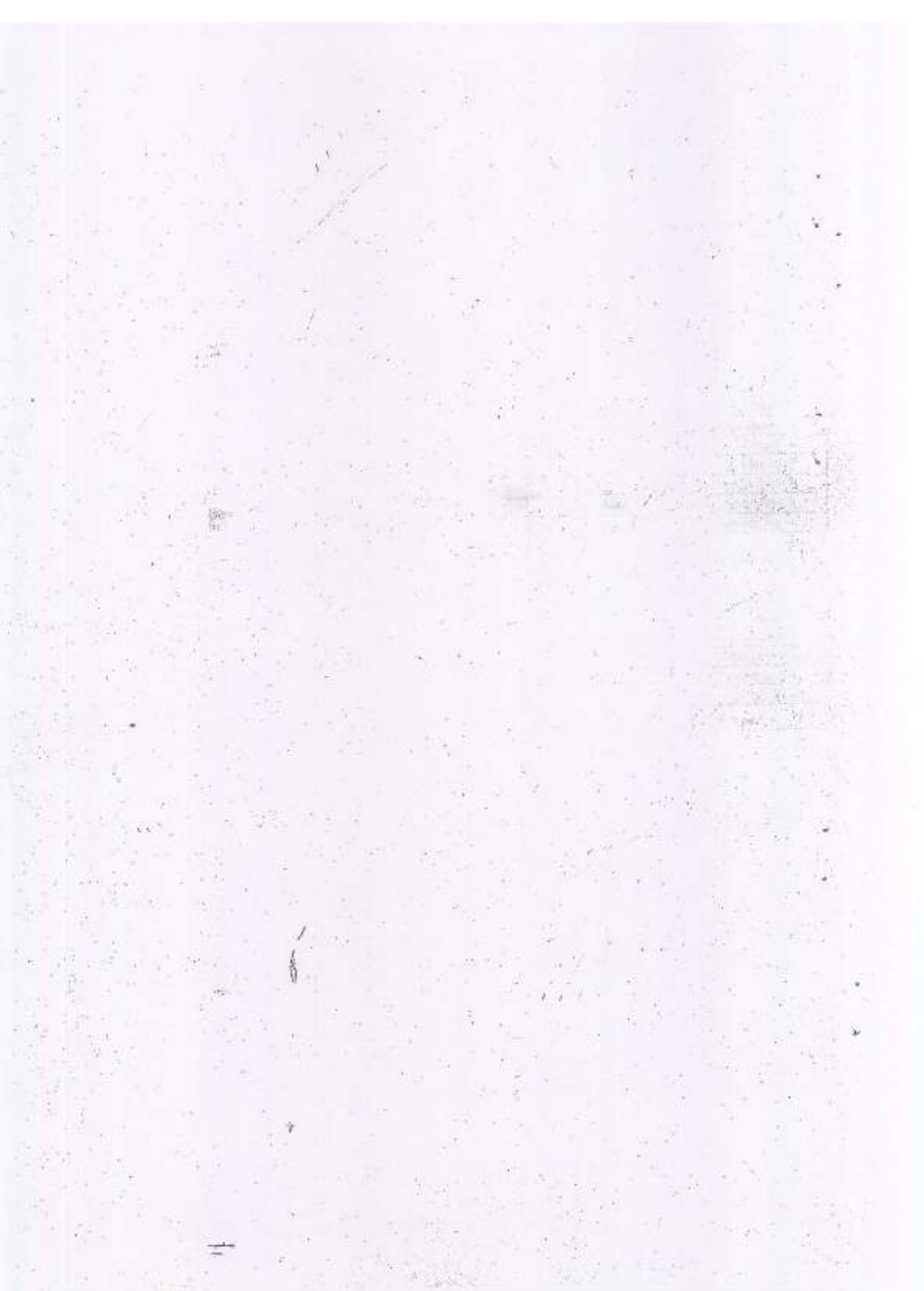
State	Type of Discrepancy	Year									
		2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
Uttar Pradesh	Underreported	100	99.99	100	99.99	100	100	100	100	100	100
	Overreported	0	0.01	0	0.01	0	0	0	0	0	0
Haryana	Underreported	100	99.99	100	99.99	100	100	100	100	100	100
	Overreported	0	0.01	0	0.01	0	0	0	0	0	0

Source: Data compiled from State Reports (A=State, B=UDISE)

Thanks

C&AG - Performance Audit Report on Right to Education Act, 2009

S.No.	State/UT	Reply sent on (date)	Reply will be sent by date indicating the reasons or irregularity and remedial action taken
1	Andhra Pradesh	1st May, 2017	
2	Bihar	25th May, 2017	
3	Chhattisgarh		
4	Goa	Not yet	15th June, 2017
5	Gujarat	Not yet	15th June, 2017
6	Haryana	Not yet	15th June, 2017
7	Jharkhand	Not yet	15th June, 2017
8	Karnataka	Not yet	15th June, 2017
9	Kerala	18th April, 2017	
10	Madhya Pradesh	2nd June, 2017	
11	Maharashtra*	6th Feb, 2017	
12	Odisha		
13	Punjab	Not yet	15th June, 2017
14	Rajasthan	Not yet	15th June, 2017
15	Tamil Nadu	Not yet	15th June, 2017
16	Telangana*		
17	UP	Not yet	15th June, 2017
18	West Bengal	18th May, 2017	
19	HP	6th June, 2017	
20	J&K		
21	Uttarakhand	Not yet	15th June, 2017
22	Arunachal Pradesh	5th June, 2017	
23	Assam	Not yet	15th June, 2017
24	Manipur	20th May, 2017	
25	Meghalaya	22nd May, 2017	
26	Mizoram	18th May, 2017	
27	Nagaland	Not yet	15th June, 2017
28	Sikkim		
29	Tripura		
30	Andaman & Nicobar		
31	Chandigarh	Not yet	15th June, 2017
32	Dadar & Nagar Haveli	Not yet	15th June, 2017
33	Daman & Diu	Not yet	15th June, 2017
34	Lakshadweep		
35	Delhi	Not yet	15th June, 2017
36	Puducherry	24th May, 2017	



File an account
and keep software
and all its cd

Rendition of Audit Report: The Follow up Action Thereon To Settle the Observations

51th Quarterly Review Meeting of
Finance Controllers on 5th & 6th June, 2017
at New Delhi

Ministry of Health and Family Welfare
Government of India

General Instructions for the Rendition of Audit Report to
Chartered Accountant(CA) is to be appointed by April every
year.

- Audit is to be completed by CA by 31st August.
- Audit Report is to be submitted by 30th September.
- Audit report along with (hard copy as well as soft copy) prescribed enclosures is to be submitted to TSG & MHRD by 1st November every year.
- Timely submission of audit reports also satisfies one of the conditions for releasing of 1st/ 2nd installment of funds by MHRD.
- Study of audit report.
- Getting of replies verified from CA in the current audit.
- Submission of replies to TSG & MHRD for consideration of settlement.
- Watching of settlement of replies of observations.

Documents required to be annexed to the Account
Accounts/ Audit Report

1. Utilization Certificate, separately for capital head & General head expenditure.
2. Independent Auditor Report/ Certificate.
3. Significant Accounting Policies.
4. Notes to Accounts attached with Financial Statements.
5. Financial Statements
(i) Balance sheet for (SSA+KGBV) and separately for KGBV,
(ii) Income and Expenditure Account.
(iii) Receipts & Payments accounts.
Along with previous year data and supporting schedules.
6. Details of outstanding advances at SPO and/ DPO/ Sub-DPO level with time period of pendency.

Management letter

8. Procurement certificate in the prescribed format.
9. Gist of significant observations at SPO and DPO level (to be compiled by lead auditors) including cases of non-production of records by spending units for audit.
10. Details of SMCs which received grant of Rs. 1 lakh or more during the year and general observations made by Auditors regarding accounts/ records maintained.
11. Para wise compliance of previous year audit observations.
12. Audited IUFMR-I, II & III.
13. Whether audited accounts & audit report sent to MHRD by due date, if not reasons there of.
14. Whether soft copy I PDF format sent to TSG for uploading on MHRD web-site.

Sl. No. of Outstanding Observations in 2011
Some States

Sl. No.	State/UT	2008-09	2009-10	2010-11	2011-12	2012-13	2013-14	2014-15	2015-16	Total observations
1.	Karnataka	14	28	30	14	30	12	23	0	151
2.	Uttar Pradesh			129	41	130	26	134	0	460
3.	Jharkhand			6	3	18	21	7	3	71
4.	Odisha					12	10	11	7	40

Notes:

1. Karnataka - observations of 2008-09 have been repeated in the subsequent Audit reports.
2. Even initial replies to the observations are yet to be furnished.
3. No observation has been settled.

UP - The quantum of outstanding observations is very high. Even initial replies are awaited in most of the cases.

Jharkhand - Observations of previous years are also outstanding.

Odisha - Observations of previous years are also outstanding.

Sl. No. of Irregularities Highlighted in various Audit Reports

Manipur: (2013-14)

- Rs. 76.98 lakh (2012-13) remitted to District but still remained outstanding.
- Pay order for Rs. 34.48 lakh dated 29.3.2010 in favor of Monitor still with cashier (loss of interest Rs. 3.44 lakh).
- Cheque of Rs. 5,75,704 (2013-14) credited by Bank but not accounted for in cash book.

(As per C&AG Report of 2017)

- Rs. 130 lakh for constructing school building diverted for other purposes by SPD (Renovation, lawn, compound wall, purchase of laptop etc.)

Nagaland: (2009-11)

- Inadequate Internal Audit
- Temporary loan (Rs. 22,34,500) given by Longleng District from DIS, Longleng (Bank up 1,08,500+3,76,000+6,00,000+5,00,000+3,00,000) remained unconfirmed.
- Rs. 12.20 lakh spent out of Bank interest which is in violation of para 92.5 of FM&P Manual.
- VAT not deducted from Bills of Third party.

(As per C&AG Report of 2017)

- Delay of 1-2 months in release of funds from Nodal Department to District (2009-11 to 2015-16)

3. Tripura: (2013-14)

- Excess expenditure of Rs. 164.84 lakh incurred over the approved AWP bill.

(2014-15)

- Rs. 17,43,955 (2014) withdrawn from Bank A/c but not accounted for in cash book.

4. Meghalaya: (2015-16)

- Rs. 34.08 crore Outstanding as Advance

5. Arunachal Pradesh: (2013-14)

- Uniforms for Rs. 9,89,05600 - purchased without floating Tender.
- Rs. 464.63 lakh received as interest but not accounted for.

6. Assam: (2015-16)

- Rs. 99.26 cr received as interest- remained unaccounted for. (As per C&AG report of 2017)

HMs of 234 schools withdraw funds of Rs. 12.06 crore upto 2014-15 meant for civil works (works still incomplete).

7. Mizoram: (2015-16)

- Rs. 89,58,552.00 appearing in Balance Sheet (31.03.2016) as difference in cash and bank balance (since 2003-04)

Financial Irregularities

State: Uttar Pradesh (2011-12)

Financial Irregularities	Remarks of Auditor
Dist. Daberdohar (i) Rs. 40,86463 (ii) Rs. 42,82608.16	Transfered for construction of primary school but records not provided for verification. Purchase of computers without quotation and sanction of DM
DIET (a) Rs. 23,359.00 (S.1.2012) (b) Rs. 29,857.00	Withdrawn fraudulently - RR has been lodged
GSIT - Manikpur	Purchases made from unregistered dealer. Computer purchased at Rs. 36000 against MRP of Rs. 34024

State: Uttar Pradesh (2013-12)	
Financial Irregularities	Remarks of Auditor
Distt. UNNAO	Tax not deducted for payment of Rs. 17,53,489 for supply of Computer Operators and Accountants Computer with Rs.23,99024 and Furniture Rs.584640 were purchased but file not purchased for verification.
Distt. Pratapgarh	Difference of Rs. 98,00,000 in bank reconciliation statement of March, 2011
Rs. 95,64,800	Difference in opening balance

State: Uttar Pradesh (2013-13)	
Financial Irregularities	Remarks of Auditor
Distt. - Jounpur Rs. 16,64,000	Transferred to construction designing services Jai Nigam for construction of 8 halls of IRC but no details of construction were available.
Rs. 34,24,000	The order was given to UP Jai Nigam. No work completion certificate was made available.
Distt. - J P Nigar Rs. 41,29,004	Computers purchased but no model No. was indicated. No tax at source was deducted.

State: Uttar Pradesh (2013-16)	
Financial Irregularities	Remarks of Auditor
Rs. 88,27,696	Advance made to NGOs by various Districts treated as Dope without obtaining UOI
Rs. 56,54,845	
Rs. 14,21,550	
Rs. 26,40,762	
Rs. 14,482,541	
Rs. 20,50,723	Defective procurement process. Amount paid to accelerated learning camps
Rs. 43,26,342	Paid to NGO M/s Adyash Bhagwati Sewa Sangathan for running KGBV, Jajpur but NGO did not provide any documents for audit.

State: Uttar Pradesh (2013-16)	
Financial Irregularities	Remarks of Auditor
Rs. 88,89,094	Lying utilized in SMC. Shramik, documents not provided for audit.
Rs. 11,90,50	Paid to aided schools but utilization certificate not produced.
Rs. 3,94,78,00	Paid to various SMCs but documents not produced for audit verification.
Rs. 4,79,55,820	Paid to various SMCs for purchase of uniforms but ardenent details of students and release of funds was not approved by DMC.
Rs. 8364.82 (2013-14)	The amount was reimbursed to the State Govt. towards SSA teachers salary. However, the supporting details were not produced to the auditor.
Rs. 5420.65 (2014-15)	
Rs. 20,444.08 (2015-16)	

State: Uttar Pradesh (2015-16)	
Financial Irregularities	Remarks of Auditor
Rs. 75,43,47,300	Spent for various activities like Mess arrangements for NGBWs but the appropriate procurement process was not followed.
Rs. 60,01,01,700 (Distt. Moradabad)	
Rs. 61,65,72,000 (Distt. Mathura)	
Rs. 4,30,75,40 (Distt. Jalaun)	
Rs. 5,97,12,700 (Distt. Lalitpur)	
Non-production of documents	In respect of 6 DIETs - Documents were not produced for audit.

State: Odisha (2012-13)	
Financial Irregularities	Remarks of Auditor
Rs. 6,03,21,600	Drawn from banks but not accounted for
Rs. 20.30 crore	Not accounted for as liabilities
Rs. 15.18 crore	Booked as advance by certain districts by 31.3.13 but not released to SMCs.

State: Rajasthan (2015-16)	
Financial Irregularities	Remarks of Auditor
Rs. 1,50,97,399	Embezzlement of Govt. Fund

State: Assam (2015-16)	
Financial Irregularities	Remarks of Auditor
Rs. 1,07,25,398	Embezzlement of Govt. Fund

Common Nature of Observations
Inadequate Internal audit.
• Double entry system of Book keeping of Accounting not followed in some states.
• Fixed Assets Register is not maintained by some of the States.
• Annual physical verification of Assets is not being carried out.
• Huge advances are outstanding.
• Huge unspent balances held at the end of the year.
• Advances at sub district level are treated as expenditure.
• Non-preparation of Bank Reconciliation Statement.
• Huge Unspent balance of some of schemes lying with BRCs/ CRC/ SMCs
• Refunds from districts/ sub-districts accounted as income.
• Expenses booked without getting utilization certificate.

Findings

Presence of unidentified credit balances/ surplus account balance.

- Lack of monitoring of funds transferred for civil works.
- Delay in conducting of internal audit.
- Cash system of accounting is followed against mercantile system.
- Non maintenance of advance register.
- Deficiencies in bank reconciliation statement account/ multiple bank accounts at District/ sub-district level/ cash payments etc.
- Absence of subsidiary records for expenditure verification.
- Insufficient monitoring of funds spent at schools and sub district level.
- Insufficient audit trail for payment of teachers salary i.e. funds transferred to state Government but details of SSA teachers not available for audit.

Repeated Observations

- Implementation of 6th CPC recommendations without approval of competent authority/ State Govt. (Audit reports - 2013-14)
- Funds to BRCs, IVPRC, VECs/ SMCs transferred by Districts & DIET by using a single cheque which results delay.
- Fixed Assets Register not being maintained properly.
- Physical verification of fixed assets not done annually.
- Monitors of funds for civil works.
- A lot of unutilized funds kept by BRCs & VECs/ SMCs
- Separate account for the creation of Capital Assets at the level of DPOs & SPOs.

Findings

- Unspent balance with BRCs/ NPPRCs/ CHCs/ VECs/ SMCs
- Transfer of funds to sub district level but no confirmation obtained.

State: Karnataka

Year: 2007-08

Total No. of Objs/Obs

Raised: (R), Settled: (S), Pending: (P)

(R) - 14, (S) - Nil, (P) - 14

Nature of objection/Observation/Findings

1. Capacity building measures in book keeping and maintenance of records.
2. Existing internal controls- There should be inbuilt mechanism in place to identify in time the assets created out of project funds, physical verification assets, accounting of such assets, maintenance of assets and asset registers, etc.
3. The requisite registers like ledger, journal etc are not maintained.
4. Physical verification of Fixed Assets -not adhered to.

Com.

5. Maintenance of separate bank accounts for SSA funds and for SSA projects activities - not adhered to
6. Expenditure under the scheme - DPOs are not preparing the consolidated Receipts and Payments Account based on BEOs account.
7. Chart of Accounts to be adopted by implementing offices to ensure uniformity in reporting and accounting.
8. Maintenance and certification of Proper Project Documentation and Records at BEO & SDMCs levels. in R/o
 - Civil works
 - Obtaining proper records for releases.
 - Certification of works and/ or services

Com.

- Accounting
- Safe guard of assets
- Reporting
- Issue of utilization certificates.

The following books of accounts and other records are not properly maintained.

- Cash book
- General ledger
- Advance register
- Assets register.

Com.

9. Reconciliation of funds released vis-à-vis Receipts by implementing Offices.
10. Maintenance of Registers for receipt of Grants release of grants, refund of unutilized Grants, Advance Registers and Cheque Issued Register.
11. Incorporation of Project Expenditure of Project implementing Offices in the books of SPO at periodical intervals.
12. Review of Budget at periodic intervals - Concurrent audit mechanism be introduced.
13. Audit and Inspection - In between the year, there should be audit and inspection.

Observations made by Chartered Accountants entrusted with the assignment of audit of SSA District Accounts.

- Reconciliation of amounts released to BEOs/ BRCs/ CRCs at periodical intervals are not carried out at DPO level.
- Statutory deduction like Income Tax, K-VAT etc.
- Supporting vouchers have not been produced for civil works
- In some of BEO's entries in the cash book are made based on the entries in the bank pass book and not as and when transactions takes place.
- General ledger not maintained in some of the district offices.
- Quarterly e-TDS returns not filed
- Non-deduction of TDS

Payment made by Cash

- Bank Reconciliation Statements not prepared by source of BEOs/ BRC
- Compliance to earlier audit reports not made available for audit
- TDS not remitted.
- Stale cheques not reversed in the books of accounts
- Books of accounts not produced for audit.

Year: 2008-09

Total No. of Objs/Obs

Raised: (R), Settled: (S), Pending: (P)

(R) - 14, (S) - Nil, (P) - 14

Observations (Sl. No. 1 to 14) of Audit report 2007-08 have been repeated in the Audit report 2008-09 as well by CA.

Year: 2009-10

Total No. of Obja/Obt

Raised: (R), Settled: (S), Pending: (P)

(R) - 18, (S) - Nil, (P) - 18

13. DPEP Salary - Rs. 15.79 crore is outstanding (excess transfer of funds) to be recovered from DPEP.

14. DPEP Salary - Rs. 15.79 crore is outstanding (excess transfer of funds) to be recovered from DPEP.

15. Expenditure under supply of free Text Books - Rs. 3,90,0935 - transferred Income and Expenditure account Rs. 248.09 and withdrawn by way of credit to Income & Expenditure account FY 2009-10.

16. Staff taken on contract basis - compliance with labour laws and TDS - 169 employees working in DPO SPO offices on contract basis. Their names are not appearing in the regular pay roll. Also, no agreement is entered into between the DPO and such employees.

17. Closure of non-operative bank A/c. Credit entries of Rs. 1,47,180.

18. Canara bank- FCRA A/c - Balance of Rs. 1000.

19. Sale of fixed assets- Maruthi Gypsy- NO. KA 01 G 5555 - as per books of accounts of SPO, there are no such assets existing.

20. DIETs and NPEGEL accounts have not been audited

21. AWP&B and actual expenditure - Variation Rs. 16,610.94.

22. Insurance on assets - for movable assets at SPO and DPO level were not obtained.

23. Long outstanding advances - Rs. 3.24 crore.

24. SDMC audit- Inadequate.

25. EMD Register at SPO office- not updated and reconciled.

26. Bank Guarantee Register at SPO office - not maintained.

27. Observations made by the firms of Chartered Accountants are audit of SSA Distt. accounts:

* Accounts are maintained under cash basis of accounting.

* Reconciliation of amounts released to BEOs/ BRCs/ CRCs at periodical intervals are not carried out at DPO level.

Actual expenditure of BECs/ BRCs/ CRCs are to be incorporated in the books of DPOs. There is no periodical review of advances outstanding at the level of BECs/ BRCs/ CRCs.

- Completion reports in respect of civil works have not been obtained in certain districts and in certain districts partially obtained.
- Compliance report in respect of earlier years' audit observations have not been furnished.
- Some of the offices of BECs have not prepared Receipts & Payments Account.
- Releases from DSERT to DEFTs are not reviewed at periodical intervals.

Statutory deductions like Income-Tax, K-VAT etc., in some cases either not carried out or remitted in time at DPO and Block levels

- Supporting vouchers have not been produced for civil works
 - General ledger is not maintained in some of the district offices.
 - Quarterly e-TDS returns are not filed.
28. Other observations made by firms of Chartered Accountants- district wise
- Tender enquiry/ quotation not made available for audit
 - Fixed asset Register is not maintained

Fixed Asset Register has not produced for audit verification.

- Vouchers and bills were not made available for audit to an extent of Rs. 3,85,666 & Rs. 1,57,335.
- General ledger is not maintained.

Year: 2010-11

Total No. of objs /Obs

Raised: (R), Settled: (S), Pending: (P)

(R) - 30, (S) - Nil, (P) - 30

Same observations (Sl. No. 1 to 13) of Audit report 2007-08 have been repeated in the Audit report 2010-11 as well by CA.

Observations at Sl. No. 14 to 30 of 2009-10 also repeated in 2010-11.

Year: 2011-12

Total No. of obj's

Raised: (R), Settled: (S), Pending: (P)

(R) - 14, (S) - Nil, (P) - 14

Some observations (Sl. No. 1 to 5) of Audit report 2007-08 have been repeated in the Audit report 2011-12 as well by the CA.

6. Grant of Rs. 61,00,000 released to KGBV in the absence of Audited Financial statements.
7. Long outstanding advances Rs. 8.10 lakh
8. Long outstanding liabilities Rs. 36.14 lakh
9. EMD Register at SPO office - to be updated
10. Security deposit - Register not maintained.
11. Reconciliation of funds released vis-à-vis receipts by implementing offices

Incorporation of project expenditure of project implementing offices in the books of SPO at periodical intervals.

13. Observations of firms of Chartered Accountants entrusted with the assignment of audit of KGBV District accounts

14. KGBV Schools such as:

- i) Quarterly E-TDS returns are not filed.
- ii) Fixed assets register not verified
- iii) Quarterly E-TDS returns are not filed.
- iv) Journal book in Form No. SSA-3 is not maintained.
- v) Register of outstanding audit objections in Form No. SSA-25 is not maintained and produced.

Year: 2012-13

Total No. of Objs/Obs

Raised: (R), Settled: (S), Pending: (P)

(R) - 30, (S) - Nil, (P) - 30

1 to 13: Same observations (Sl. No. 1 to 13) of Audit report 2007-08 have been repeated in the Audit report 2012-13 as well by CA.

Observations at Sl. No. 14 to 30 of 2009-10 also repeated in 2012-13.

Year: 2013-14

Total No. of Objs/Obs

Raised: (R), Settled: (S), Pending: (P)

(R) - 12, (S) - Nil, (P) - 12

Same observations (Sl. No. 1 to 5) of Audit report 2007-08 have been repeated in the Audit report 2013-14 as well by the CA.

Observations at Sl. No. 6 to 12 of 2011-12 also repeated in 2013-14.

Year: 2014-15

Total No. of objs/Obs

Raised: (R), Settled: (S), Pending: (P)

(R) - 23, (S) - Nil, (P) - 23

1 to 11: Some observations (Sl. No. 1 to 11) of Audit report 2007-08 have been repeated in the Audit report 2010-11 as well by CA.

Observations of Sl. No. 12 to 23 of 2009-10 also repeated in 2014-15.

Year: 2015-16

Total No. of Obs/Obs

Raised: (R), Settled: (S), Pending: (P)

(R) - 5, (S) - Nil, (P) - 8

1. Non-maintenance of accounts based on the method of accrual basis of accounting.
2. Strengthening the organization structure of accounts function to fill up the vacant posts.
3. Review and strengthening of the Internal Control Systems with respect to:
 - Maintenance of Fixed assets register and physical verification of the Fixed Assets.
 - Certification of expenditure by a competent/ technical authority.
 - Compliance to various provisions of the Income Tax Act, 1961.
 - Periodical incorporation of expenditure incurred at BEO/ BRC, DIET/ SDMC's in the books of DDPI/ DPO.

Contd.:

- Closure of the books of accounts, strictly by the end of the financial year i.e. on 31st March, 2016.
- Ensuring compliance to the Audit observations.

Notes:

Status of Replies: Final replies to the observations awaited from State

MHRD Comments: MHRD issued latest reminder on 7.4.2017

Common Audit Observations of CA - 2015-16

State	Andhra Pradesh	Assam	Bihar	Chhattisgarh	Goa	Gujarat	Haryana	Madhya Pradesh	Madhya Pradesh	Uttar Pradesh	West Bengal
Existence of Fixed Assets Register	No	No		No	No		No	No		No	No
Subsidiary Internal Audit System	No	No		No	No	No	No	No		No	No
Annual Physical verification of Assets	No	No	No	No	No						No
Following of Double entry system of book keeping	No		No	No	No						No

Common Audit observations of Statutory Auditor - 2015-16

State	Andhra Pradesh	Assam	Bihar	Chhattisgarh	Goa	Gujarat	Haryana	Madhya Pradesh	Madhya Pradesh	Uttar Pradesh	West Bengal
Delay in transfer of Funds from SS to CPOs in Sakshat Level		Yes									
Bank Reconciliation statement				No		No					
Existence of Advance register				No						No	No
Proper deduction of TDS								No			
Following purchase procedure	No										

S. No.	State/UT	Compliance of Audit Observations awaited	Total number of outstanding Audit Reports	Number of observations settled as on April, 2017
1	2	3	4	5
1	Andhra Pradesh	2011-2012, 2012-2013, 2013-2014, 2014-15	4	
2	Andhra Pradesh	2005-2006, 2006-2007, 2012-2013, 2013-2014	4	
3	Arunachal Pradesh	2005-2006, 2006-2007, 2007-2008, 2008-2009, 2009-2010, 2010-2011, 2011-2012, 2012-2013, 2013-14, 2014-15	10	11 (2013-14)

S. No.	State/UT	Compliance of Audit Observations awaited	Total number of outstanding Audit Reports	Number of observations settled as on April, 2017
1	2	3	4	5
4	Assam	2008-2009, 2009-2010, 2010-2011, 2011-2012, 2012-2013, 2013-14, 2014-15	7	4 (2013-14)
5	Bihar	2005-2006, 2006-2007, 2007-2008, 2008-2009, 2009-2010, 2010-2011, 2011-2012, 2012-2013, 2013-14, 2014-15	10	

S. No.	State/UT	Compliance of Audit Observations awaited	Total number of outstanding Audit Reports	Number of observations settled as on April, 2017
1	2	3	4	5
6	Chhattisgarh	2008-2009, 2009-2010, 2010-2011, 2011-2012, 2012-2013, 2013-2014, 2014-15	7	
7	Chhattisgarh	2005-2006, 2006-2007, 2011-2012, 2012-2013, 2013-2014	7	4 (2014-15)
8	Delhi	Nil		

S. No.	State/UT	Compliance of Audit Observations awaited	Total number of outstanding Audit Reports	Number of observations settled as on April, 2017
1	2	3	4	5
9	Goa	2011-2012, 2012-2013, 2013-2014, 2014-15	4	
10	Goa	2012-2013, 2013-2014, 2014-15	3	
11	Goa	2005-06, 2006-07, 2010-11, 2011-12, 2012-2013, 2013-14, 2014-15	7	
12	Gujarat	2008-2009, 2009-2010, 2010-2011, 2011-2012, 2012-2013, 2013-14, 2014-15	7	

S. No.	State/UT	Compliance of Audit Observations awaited	Total number of outstanding Audit Reports	Number of observations settled as on April, 2017
1	2	3	4	5
13	Madhya Pradesh	2005-2006, 2006-2007, 2007-2008, 2008-2009, 2009-2010, 2010-2011, 2011-2012, 2012-2013, 2013-14, 2014-15	10	
14	Madhya Pradesh	2007-2008, 2008-2009, 2009-2010, 2010-2011, 2011-2012, 2012-2013, 2013-2014, 2014-15	2	5 (2014-15)
15	Madhya Pradesh	2009-2010, 2010-2011, 2011-2012, 2012-2013, 2013-2014, 2014-15	4	

S. No.	State/UT	Compliance of Audit Observations awaited	Number of outstanding Audit Reports	Number of observations settled as on April, 2017
1	2	3	4	5
16	Madhya Pradesh	2009-2010, 2010-2011, 2011-2012, 2012-2013, 2013-2014, 2014-15	6	
17	Madhya Pradesh	2006-2007, 2007-2008, 2008-2009, 2009-2010, 2010-2011, 2011-2012, 2012-2013, 2013-2014, 2014-15	9	
18	Madhya Pradesh	2006-2007, 2007-2008, 2008-2009, 2009-2010, 2010-2011, 2011-2012, 2012-2013, 2013-14, 2014-15	9	

S. No.	State/UT	Compliance of Audit Observations awaited	Number of outstanding Audit Reports	Number of observations settled as on April, 2017
1	2	3	4	5
19	Madhya Pradesh	2010-2011, 2011-2012, 2012-2013, 2013-14, 2014-15	5	
20	Madhya Pradesh	2008-2009, 2009-2010, 2010-2011, 2011-2012, 2012-2013, 2013-2014, 2014-15	7	
21	Madhya Pradesh	2008-2009, 2009-2010, 2010-2011, 2011-2012, 2012-2013, 2013-2014, 2014-15	7	
22	Madhya Pradesh	2005-2006, 2006-2007, 2007-2008, 2008-2009, 2009-2010, 2010-2011, 2011-2012, 2012-2013, 2013-14, 2014-15	8	

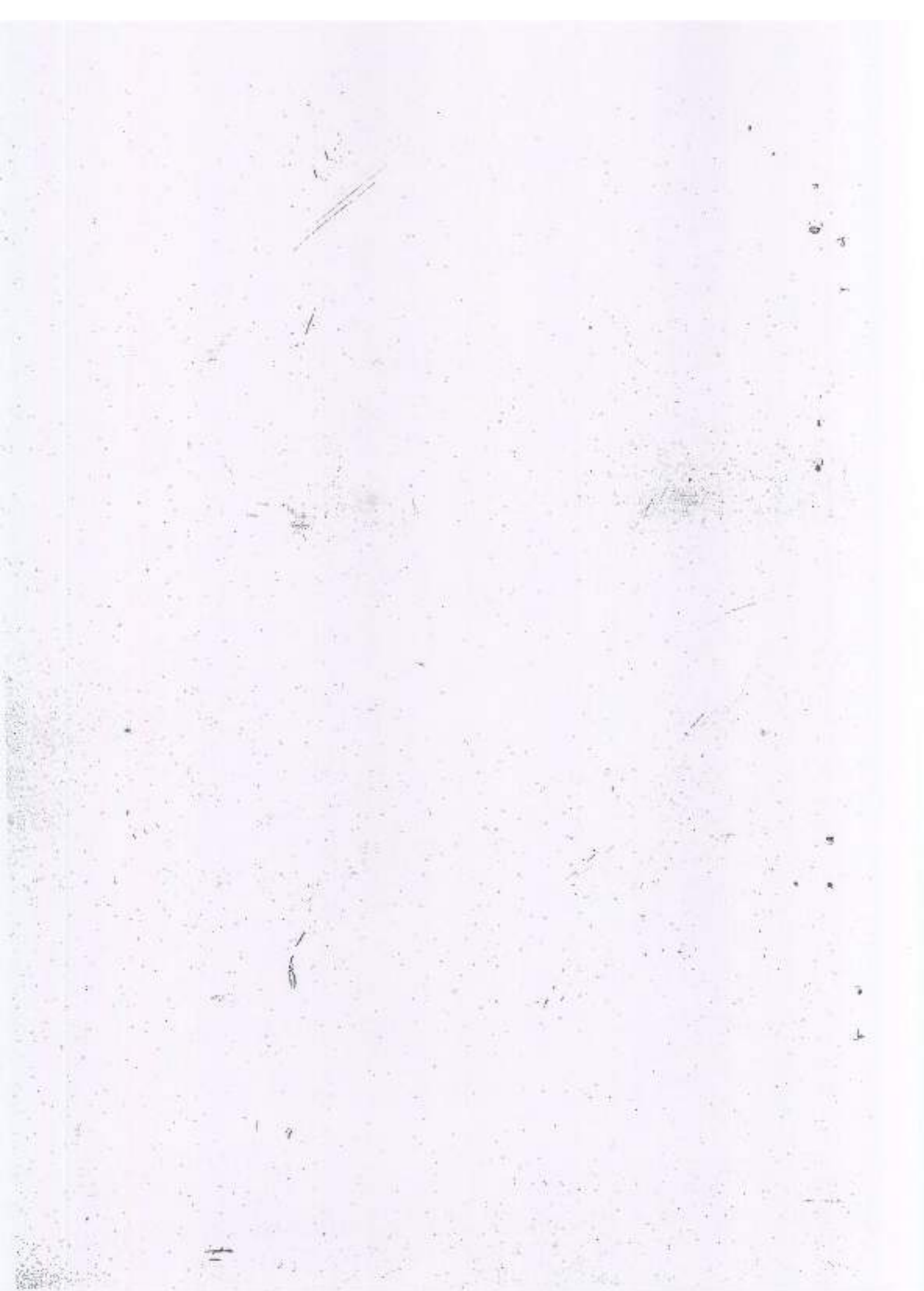
S. No.	State/UT	Compliance of Audit Observations awaited	Number of outstanding Audit Reports	Number of observations settled as on April, 2017
1	2	3	4	5
23	Madhya Pradesh	2006-2007, 2007-2008, 2008-2009, 2009-2010, 2010-2011, 2011-2012, 2012-14, 2014-15	8	
24	Madhya Pradesh	2008-2009, 2009-2010, 2010-2011, 2011-2012, 2012-2013, 2013-14, 2014-15	7	
25	Madhya Pradesh	2003-2004, 2004-2005, 2005-2006, 2006-2007, 2007-2008, 2008-2009, 2009-2010, 2010-2011, 2011-2012, 2012-2013, 2013-14, 2014-15	10	
26	Madhya Pradesh	2010-2011, 2011-2012, 2012-2013, 2013-14, 2014-15	5	22 (2011-12, 2012-13, 2013-14)

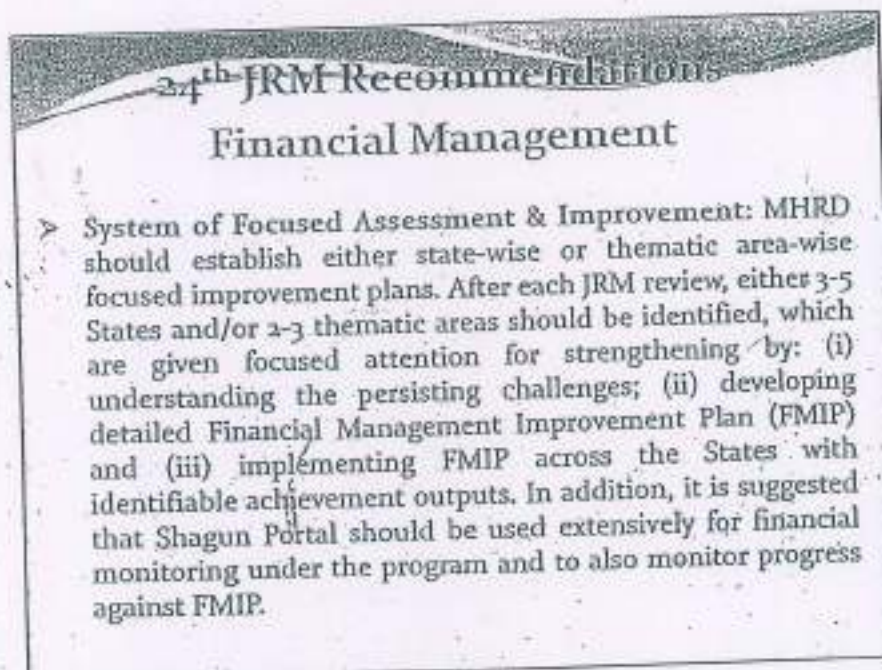
S. No.	State/UT	Compliance of Audit Observations awaited	Number of outstanding Audit Reports	Number of observations settled as on April, 2017
1	2	3	4	5
27	Punjab	2007-2008, 2008-2009, 2009-2010, 2010-2011, 2011-2012, 2012-2013, 2013-14, 2014-15	2	7 (2013-12, 2013-13)
28	Puducherry	2010-11, 2013-14, 2009-2010, 2012-2013, 2014-15	1	
29	Rajasthan	2008-2009, 2009-2010, 2010-2011, 2011-2012, 2012-2013, 2013-14, 2014-15	7	
30	Sikkim	2009-2010, 2010-2011, 2011-2012, 2012-2013, 2013-14, 2014-15	6	

S. No.	State/UT	Compliance of Audit Observations awaited	Number of outstanding Audit Reports	Number of observations settled as on April, 2017
1	2	3	4	5
31	Tamil Nadu	2006-2007, 2007-2008, 2008-2009, 2009-2010, 2010-2011, 2011-2012, 2012-2013, 2013-14, 2014-15	9	
32	Telangana	2014-15	1	
33	Tripura	2007-2008, 2008-2009, 2009-2010, 2010-2011, 2011-2012, 2012-2013, 2013-14, 2014-15	8	15 (2013-14)
34	Uttar Pradesh	2007-2008, 2008-2009, 2009-2010, 2010-2011, 2011-2012, 2012-2013, 2013-14, 2014-15	8	

S. No.	State/UT	Compliance of Audit Observations awaited	Number of outstanding Audit Reports	Number of observations settled as on April, 2017
1	2	3	4	5
35	Uttarakhand	2010-2011, 2011-2012, 2012-2013, 2013-14, 2014-15	5	
36	West Bengal	2009-2010, 2010-2011, 2011-2012, 2012-2013, 2013-14, 2014-15	6	
Total			324	72

Thanks





24th JRM Recommendations

Financial Management

- The 14th Finance Commission has devolved a higher proportion of untied funds to State governments with effect from 2015-16. However, unlike the 13th Finance Commission, no amount has been earmarked for SSA. MHRD may approach Ministry of Finance to earmark a certain % of the funds devolved under the 14th Finance Commission for the school education sector, including SSA.
- In case of UTs with 100% funding from GOI for SSA, it should be ensured that there is no shortage of release as against the approved budget estimates.

24th JRM Recommendations

Financial Management

- Accounting Policy: As observed in audit reports of FY 2015-16, States which continue to treat releases to sub-district level as expenditure in their accounts may be advised to change the practice immediately, as it is against the provisions of FMP manual and increases risk of incorrect accounting and reporting of programme expenditure and progress and weakens monitoring. Further, dedicated time-bound action is required to ensure that accrual system of accounting is adopted by all accounting units from the block level to the SIS level. This is of key importance if income/expenditures, assets/liabilities and fund availability for the program is to be correctly reflected.

24th JRM Recommendations

Financial Management

- *Internal Audit:* A onetime exercise should be carried out wherein MHRD should assess the adequacy of prevailing internal audit system in each state, leading to formulation of a time-bound plan for strengthening the audit system, as required.
- *Teacher's salaries:* As teachers' salaries is the largest program expense component, the mission suggests that this component should be clearly accounted and details should be made available for SSA audit.
- *Staffing:* States to reassess sanctioned positions and roll-back vacancies, as required. MHRD to discuss with individual States a time-bound plan for filling vacancies in accounts and finance staff with professionally competent personnel.

24th JRM Recommendations

Financial Management

- *Effective Capacity Building:* Output based 3-tier capacity building initiative is suggested for: (i) GOI FM team and State Finance Controllers; (ii) state/district/sub-district accounting staff; and (iii) SMCs. An annual training plan for each tier should be prepared separately (state-wise), after giving due consideration to their respective roles and related key observations/issues in reviews. On annual basis, impact of capacity building activities should be assessed through analysing external review reports for observations in the related area.

24th JRM Recommendations

PROCUREMENT

- The State procurement plans are now being displayed under the SHAGUN monitoring site that is access protected through a password available to the National and State governments. FMP Manual and Bank norms require that State Procurement plans are disclosed as public information. Therefore, they may be removed from the ShaGun password-protected site to an open site that can be accessed by all.
- Direct Benefit Transfers may be considered for procurement of uniforms.
- The State should prepare a Community Driven Development (CDD) procurement manual in the local language and share with the institutions. The State should also conduct a day training program for staff dealing with procurement activities.

24th JRM Recommendations

PROCUREMENT

- The MHRD may make sure that agreed estimates may be released to the States for timely release of funds for payments to suppliers to be timely as per the conditions of POs/ contract.
- At State level, e-procurement should be used for procurement of textbooks and for all such high value contracts.
- It may be necessary to amend the guidelines to revise the upward limits for procurement including that for consulting services.
- A complaint handling mechanism should be put in place by the States for handling procurement related complaints.

23th JRM Recommendations

POST PROCUREMENT REVIEW

- Post procurement Review have been conducted for the seven states on the sample basis i.e. Mizoram, Tamil Nadu, Uttar Pradesh, Assam, Maharashtra, Madhya Pradesh and Gujarat. Key observations / comments are as follows:
 - Procurement Process in some cases are not in accordance with the provisions in the FM&P Manual of SSA.
 - Contract value are often not within the thresholds of respective procurement methods in accordance with the provisions in the Financing Agreement; for example, the textbooks procurement estimated to cost equivalent or more than \$2,000,000 per contract, shall not be procured using the proceeds of this credit; as prescribed in the Financing Agreement.

24th JRM Recommendations

POST PROCUREMENT REVIEW

- Multiple packages are prepared through Limited tender method instead of single open tender method for similar nature of the work.
- Selection of appropriate procurement method in some cases is not line with the provision of the FM&P Manual.
- Bid preparation period (minimum 30 days) in some cases is not provided for procurement through NCB / Open tender method.
- The indication of requirement of a performance security should be mentioned in the bid document and obtain the same within the stipulated period as mentioned in the Work Order / Contract.

21st JRM Recommendations

POST PROCUREMENT REVIEW

- As per FM&P Manual of SSA III and rules laid down by the MoHRD, Limited Tender procedure may be adopted for procurement of school uniforms at SMC level; it is also advised to ensure that, for procurement through DGS&D Rate Contract (RC), it is necessary to issue the PO/Contract within the validity period of the DGS&D RC. Also, rates of the item in the PO issued to the bidder must match with the rates as per the DGS&D RC. 22
- It is advised to prepare and sign a formal Contract Agreement with the successful bidder and such contract should be signed promptly after issue of PO / Letter of Acceptance and subsequent receipt of the performance security; Rational delivery/ completion period must be stipulated in the PO/ Contract and regular follow-up with the bidder must be done so as to avoid delay in supply / completion.

21st JRM Recommendations

POST PROCUREMENT REVIEW

- Items procured must be immediately put in use for the intended purpose to avail warranty benefits without incurring additional costs.
- It is advised to maintain records at State at the office where the procurement is done.
- As per FM&P Manual of SSA, single tender system without competition shall be an appropriate method under the following circumstances:—Extension of existing contracts for goods awarded with the prescribed procedures, justifiable on economic grounds; (ii) Standardization of equipment or spare parts to be compatible with existing equipment may justify additional purchases from the original supplier; (iii) The required item is proprietary and obtainable only from one source; (iv) Need for early delivery to avoid costly delays, and (v) In exceptional cases, such as in response to natural disasters.



Thank You

