

**RASHTRIYA MADHYAMIK  
SHIKSHA ABHIYAN**

**(RMSA)**

**LAKHADWEEP SARVA SHIKSHA ABHIYAN  
STATE MISSION AUTHORITY**

**AUDIT REPORT**

**01-04-2012 to 31-03-2013**

*Devassy & Devassy  
Chartered Accountants  
Thiruvananthapuram  
Tel : 0471-2324104 / 2325104  
Mob : 9846110104 / 9447225699*



**AUDITOR'S REPORT**

We have audited the accompanying expenditure statements/ financial statements of the Centrally Sponsored Programme of **Rashtriya Madhyamik Shiksha Abhiyan (RMSA)**, which is implemented by the **Lakshadweep Sarva Shiksha Abhiyan State Mission Authority (LSSASMA)**, as on 31-03-2013 at the State Mission Directorate at Kavaratti Island and BRCs, CRCs coming under the State Mission. These financial statements are the responsibility of the State Mission Authority. Our responsibility is to express an opinion on these financial statements based on our audit.

Our examination was made in accordance with generally accepted auditing and accounting standards and with specific reference to Accounting Standard AS-12 of the Institute of Chartered Accountants of India dealing with accounting for Government Grants and International Accounting Standards – 20 dealing with accounting of Government Grants and disclosure of Government assistance to the extent applicable.

An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the financial statements give a true and fair view of the Sources and Application of the funds and the financial position of Rashtriya Madhyamik Shiksha Abhiyan (RMSA) for the year ended March 31, 2013, and the result of operations in the implementation of the Rashtriya Madhyamik Shiksha Abhiyan (RMSA) by the Lakshadweep Sarva Shiksha Abhiyan State Mission Authority (LSSASMA) for the year ended 31<sup>st</sup> March 2013 are in accordance with the standards issued by the Institute of Chartered Accountants of India subject to the notes attached as annexure to this report.

TRIVANDRUM  
23-12-2013

**For Devassy & Devassy**  
**Chartered Accountants**



**CA. Harold Devassy.R, FCA, DISA**  
**Partner (M.N. 204549: FRN. 007169S)**

**DEVASSY & DEVASSY**  
**CHARTERED ACCOUNTANTS**



**ANNEXURE TO AUDITOR'S REPORT**

1. Significant Accounting Policies:
  - a) Cash system of accounting is followed during the period 01-04-2012 to 31-03-2013.
  - b) Inventories of consumables are not valued as on 31-3-2013, considering the negligible value of such items. Cost of these items are treated as expenditure and accounted on cash basis during the year.
  - c) There are no investments other than the balance maintained in the savings accounts of the banks.
  - d) Government Grants to the project are recognized on receipt basis.
  - e) The category wise Income and Expenditure Statement includes capital & revenue items of expenditure incurred under the different budgeted categories of the RMSA project.
  - f) Fixed Assets are valued at cost and included in Management cost and other respective intervention accounts. Depreciation is not charged on the Fixed Assets as per guidelines issued.
2. The Consolidated Receipts and Payments accounts of the State Mission Directorate at Kavaratti is prepared and enclosed along with our Report.
3. An amount of Rs 73,50,000/- has been sanctioned as Central share for the year 2011-2012 by the Government of India vide Order No F.1-16/2011-Sch.1 dated 19-03-2012. The amount released by the Government was available to credit into the RMSA account on 03-04-2012. Hence the amount considered as current year grant.
4. An amount of Rs. 60,042/- shown in Balance Sheet as LSSASMA account relates to travelling expenses of RMSA staff for attending AWP&B 2011-12 of RMSA paid by LSSASMA. This amount is to be transferred to LSSASMA account and hence shown as liability.
5. A separate Management Report covering our observations on the accounting system, lapses of Internal Control Procedures and errors and mistakes observed in the course of audit is submitted separately.

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6. As part of our audit, we had verified the procurement / purchase procedures along with the verification of supporting documents and records of the application of RMSA funds during the year 2012-2013 and found that Goods, Works and Services have been procured in accordance with relevant provisions of the procurement procedure prescribed for the purpose, as per RMSA norms.
7. We have examined the vouchers and supporting documents of State Mission Directorate on a random basis. We have verified the Receipts and Payments account and Bank Reconciliation Statement of State Mission Directorate subject to our comments in Management Report.
8. Previous year figures have been regrouped and rearranged wherever necessary.

Trivandrum  
23-12-2013



**For Devassy & Devassy  
Chartered Accountants**

**CA. Harold Devassy.R, FCA, DISA**  
**Partner (M.N. 204549: FRN. 007169S)**

**RASHTRIYA MADHYAMIK SHIKSHA ABHIYAN  
LAKSHADWEEP SARVA SHIKSHA ABHIYAN STATE MISSION  
AUTHORITY**

**UTILISATION CERTIFICATE  
UNDER RMSA FOR THE YEAR ENDED 31-03-2013**

In respect of grant received from Government of India and other sources:

Sl. No.	Particulars / Letter No	Amount in Rs.
1.	Govt. of India, MHRD, Department of School Education & Literacy, School – 1 Section New Delhi. Letter No. F.1-16/2011 – Sch.1 Dated 19-03-2012	73,50,000.00
2.	<b>State Share</b> Union Territory of Lakshadweep, Directorate of Education, Kavaratti	Nil
3.	Unspent balance of previous period	54,54,603.00
4.	Bank Interest	4,54,864.62
5.	Refund of Advance	1,71,000.00
	<b>Total</b>	<b>1,34,30,467.62</b>

1. Certified that out of Rs. 73,50,000/- ( Rupees seventy three lakhs fifty thousand ) of grant – in – aid received during the year 2012-2013 in favor of Rashtriya Madhyamik Shiksha Abhiyan (RMSA), under the GOI letter cited above, Rs. 54,54,603/- (Rupees fifty four lakhs fifty four thousand six hundred and three) on account of unspent balance of the previous year, Rs.4,54,864/62 (Rupees four lakhs fifty four thousand eight hundred and sixty four and sixty two paise) on account of bank interest, Rs 1,71,000/- (Rupees one lakh seventy one thousand) on account of refund of advance totaling to Rs.1,34,30,467/62 (Rupees one crore thirty four lakhs thirty thousand four hundred and sixty seven and sixty two paise), a sum of Rs.1,34,837/- (Rupees one lakh thirty four thousand eight hundred and thirty seven) had been utilized for the purpose for which it was sanctioned, Rs.11,75,000/- (Rupees eleven lakh seventy five thousand) has been given as advance towards the purpose for which it was sanctioned and that a balance of Rs.1,21,20,630/62 (Rupees one crore twenty one lakhs twenty thousand six hundred



- 4 -  
STATE MISSION DIRECTOR  
RASHTRIYA MADHYAMIK  
SHIKSHA ABHIYAN  
U.T. OF LAKSHADWEEP

thirty and sixty two paise) remaining unutilized at the end of the year will be carried forwarded to the next year 2013-2014.

2. Certified that we have satisfied ourselves that the conditions on which the grant – in – aid was sanctioned have been duly fulfilled and that we have exercised the following checks to see that the money was actually utilized for the purpose for which it was sanctioned.

1. Audited Statement of Accounts
2. Utilization Certificates
3. Progress report

Date: 23-12-2013



State Mission Director (RMSA)

#### AUDITOR'S CERTIFICATE

We have verified the above statement with the books and records produced before us for our verification and found the same has been drawn in accordance therewith.

Trivandrum  
23-12-2013



For Devassy & Devassy  
Chartered Accountants

CA. Harold Devassy.R, FCA, DISA  
Partner (M.N. 204549: FRN. 007169S)

**DEVASSY & DEVASSY**  
CHARTERED ACCOUNTANTS



**RASHTRIYA MADHYAMIK SHIKSHA ABHIYAN  
LAKSHADWEEP SARVA SHIKSHA ABHIYAN STATE MISSION  
AUTHORITY**


**AUDIT CERTIFICATE IN RESPECT OF REVIEW OF THE PROCUREMENT /  
PURCHASE PROCEDURES OF RMSA ACCOUNTS LAKSHADWEEP FOR  
THE YEAR 2012-2013**

This is to certify that we have gone through the procurement procedure used for the State for RMSA and based on audit of the records for the year 2012-2013 for the RMSA Lakshadweep accounts, we are satisfied that the procurement procedure prescribed in the Manual on Financial Management and Procurement under RMSA has been followed.

Trivandrum  
23-12-2013



**For Devassy & Devassy  
Chartered Accountants**

  
**CA. Harold Devassy.R, FCA, DISA**  
Partner (M.N. 204549: FRN. 007169S)

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# RASHTRIYA MADYAMIK SHIKSHA ABHIYAN (RMSA)

LAKSHADWEEP RASHTRIYA MADYAMIK SHIKSHA ABHIYAN, KAVARATTI  
UT OF LAKSHADWEEP, KAVARATTI – 682 555.

BALANCE SHEET AS ON 31-03-2013

LIABILITIES	Schedule No	CURRENT YEAR Amount Rs.	PREVIOUS YEAR Amount Rs.
<b>Capital Fund</b> Excess of income over expenditure		3,34,93,700.62	2,66,40,983.00
<b>Current liabilities</b> RMSA Lakshadweep		60,042.00	60,042.00
<b>Total</b>		<b>3,35,53,742.62</b>	<b>2,67,01,025.00</b>

ASSETS		Amount Rs.	Amount Rs.
<b>Current Assets</b>			
<b>Cash &amp; Bank Balance</b> Cash in hand Cash at Bank		Nil 1,21,20,630.62	Nil 54,54,603.00
Un settled advances- Annexure		2,14,33,112.000	2,12,46,422.00
<b>Total</b>		<b>3,35,53,742.62</b>	<b>2,67,01,025.00</b>

STATE MISSION DIRECTOR (RMSA)

Place: Thiruvananthapuram  
Date: 23-12-2013



Vide our report of even date attached  
FOR DEVASSY & DEVASSY  
CHARTERED ACCOUNTANTS

HAROLD DEVASSY.R, FCA, DISA  
PARTNER (M.N. 204549, FRN. 007169S)

**RASHTRIYA MADYAMIK SHIKSHA ABHIYAN(RMSA)  
LAKSHADWEEP RASHTRIYA MADYAMIK SHIKSHA ABHIYAN, KAVARATTI  
UT OF LAKSHADWEEP, KAVARATTI – 682 555.**

**ANNEXURE FORMING PART OF BALANCESHEET AS AT 2013**

	<b>As on 31-03-2013 Amount Rs.</b>
<b><u>Advance for Expenses</u></b>	
Advance to Civil Work	1,84,35,000.00
Advance to Annual School Grant	13,00,000.00
Advance to Minor Repair Grant	6,00,000.00
Advance to Special Training for weaker studetns	90,000.00
Advance to Teacher Training	2,33,000.00
Advance to Science Exhibition	2,70,000.00
Advance to Social Community Residential Camp	4,55,112.00
Advance to Guidance & Counselling programme	50,000.00
<b>Total</b>	<b>2,14,33,112.00</b>



**RASHTRIYA MADYAMIK SHIKSHA ABHIYAN (RMSA)**  
**LAKSHADWEEP RASHTRIYA MADYAMIK SHIKSHA ABHIYAN, KAVARATTI**  
 UT OF LAKSHADWEEP, KAVARATTI – 682 555.

CONSOLIDATED INCOME & EXPENDITURE ACCOUNT FOR THE YEAR ENDED 31-03-2013

EXPENDITURE	AMOUNT Rs	CURRENT YEAR AMOUNT Rs	PREVIOUS YEAR AMOUNT Rs	INCOME	CURRENT YEAR AMOUNT Rs	PREVIOUS YEAR AMOUNT Rs
By Management Cost (MMER)				By unutilized fund of previous year	2,66,40,983.00	2,64,51,011.00
2012-13	1,34,837.00			Fund received from Govt. of India		
2011-12		1,34,837.00	1,74,216.00	(a) RMSA	73,50,000.00	
By Annual School Grant						
2011-12	1,50,000.00			Fund received from State Govt.		
2010-11	1,50,000.00	3,00,000.00		(a) RMSA		
By Minor Repair Grant				Interest		
2011-12						
2010-11	1,00,000.00			(a) RMSA		
By Special Training for weaker students	75,000.00	1,75,000.00			4,54,864.62	3,64,188.00
2010-11						
By Science Exhibition	90,000.00	90,000.00				
2011-12						
2010-11	39,000.00					
By Social Community Residential Camp	70,000.00	1,09,000.00				
2011-12						
2010-11	1,43,310.00	1,43,310.00				
Excess of income over expenditure carried over to Balance Sheet		3,34,93,700.62	2,66,40,983.00			
<b>TOTAL</b>		<b>3,44,45,847.62</b>	<b>2,68,15,199.00</b>	<b>TOTAL</b>	<b>3,44,45,847.62</b>	<b>2,68,15,199.00</b>

STATE MISSION DIRECTOR (RMSA)

Place: Thiruvananthapuram  
 Date: 23-12-2013



Vide our report of even date attached  
 FOR DEVASSY & DEVASSY  
 CHARTERED ACCOUNTANTS  
 HAROLD DEVASSY & P. C. A. DISA  
 PARTNER (M.N. 204549, FRN. 0071695)



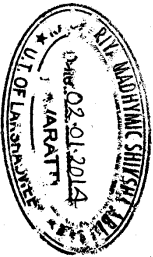
**RASHTRIYA MADHIYAMIK SHIKSHA ABHIYAN (RMSA)**  
**LAKSHADWEEP RASHTRIYA MADHIYAMIK SHIKSHA ABHIYAN, KAVARATTI**  
 UT OF LAKSHADWEEP, KAVARATTI - 682 555.

CONSOLIDATED RECEIPTS AND PAYMENTS ACCOUNT FOR THE YEAR ENDED 31-03-2013

RECEIPTS	CURRENT YEAR AMOUNT Rs.	PREVIOUS YEAR AMOUNT Rs.	PAYMENTS	CURRENT YEAR AMOUNT Rs.	PREVIOUS YEAR AMOUNT Rs.
<b>To Opening Balances :</b>					
Cash at Bank	54,54,603.00	66,38,053.00	By Management Cost (MMER)	1,34,837.00	1,74,216.00
Cash in Hand	-	-			
To Fund from Government of India			By Advances Paid		
To Fund from State Government	73,50,000.00		Annual School Grant	5,50,000.00	
			Minor Repair grant	2,75,000.00	
To Bank Interest Received			Social Community Residential Camp	3,00,000.00	
From SMD Bank Account	4,50,132.00	3,64,188.00	Guidance & Counselling Program	50,000.00	
Interest from SMDC	4,732.62				14,53,984.00
To Refund of Advances			By Closing Balances		
2010-11	96,000.00		Cash at Bank	1,21,20,630.62	54,54,603.00
2011-12	75,000.00	13,225.00	Cash in Hand	-	-
To advance settled 2011-12		67,337.00			
<b>TOTAL</b>	<b>1,34,30,467.62</b>	<b>70,82,803.00</b>	<b>TOTAL</b>	<b>1,34,30,467.62</b>	<b>70,82,803.00</b>

STATE MISSION DIRECTOR (RMSA)

Place: Thiruvananthapuram  
 Date: 23-12-2013



Vide our report of even date attached  
 FOR DEVASSY & DEVASSY  
 CHARTERED ACCOUNTANTS  
 HAROLD DEVASSY, R, FCA, DISA  
 PARTNER (M.N. 204549, FRN. 0071695)



**RASHTRIYA MADYAMIK SHIKSHA ABHIYAN (RMSA)**  
**LAKSHADWEEP RASHTRIYA MADYAMIK SHIKSHA ABHIYAN , KAVARATTI, U.T. OF LAKSHADWEEP**  
**CONSOLIDATED ANNUAL FINANCIAL STATEMENT FOR THE YEAR ENDED 31-03-2013**

State: UT of Lakshadweep

Year Ending : 31-03-2013

SOURCE & APPLICATION

(Rs. In lakhs)

	Opening Balance	RMSA	NPEGEL	TOTAL
(a) Cash in Hand		54.55		54.55
(b) Cash at Bank				
<b>Total</b>		<b>54.55</b>		<b>54.55</b>
<b>Source (Receipt)</b>				
(a) Funds received from Government of India		73.50		73.50
(b) Funds received from State Government				
(c) Interest		4.55		4.55
(d) Refund		1.71		1.71
<b>TOTAL Receipts</b>		<b>79.76</b>		<b>79.76</b>
<b>Application (Expenditure)</b>		<b>Approved AWP&amp;B including Spill over</b>	<b>Expenditure Incurred</b>	<b>Variance</b>
(a) MMER		3.46	1.35	2.11
(b) Annual School Grant		5.50		5.50
(c) Minor Repair Grant		2.75		2.75
(d) Guidance & Couceling Programme		0.50		0.50
(e) Social Community Residential Camp		3.00		3.00
(f) Science Exhibition				
<b>TOTAL</b>		<b>15.21</b>	<b>1.35</b>	<b>13.86</b>

STATE MISSION DIRECTOR (RMSA)

Place: Thiruvananthapuram

Date: 23-12-2013



Vide our report of even date attached  
**FOR DEVASSY & DEVASSY**  
**CHARTERED ACCOUNTANTS**

HAROLD DEVASSY.R, FCA, DISA

PARTNER (M.N. 204549, FRN. 007169S)



**RASHTRIYA MADYAMIK SHIKSHA ABHIYAN (RMSA)**  
**LAKSHADWEEP RASHTRIYA MADYAMIK SHIKSHA ABHIYAN, KAVARATTI**  
**CONSOLIDATED ANNUAL FINANCIAL STATEMENT FOR THE YEAR ENDED 31-03-2013**

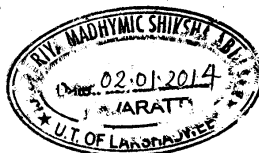
State: UT of Lakshadweep  
Year ending: 31-03-2013

(Rs. In lakhs)

<b>ADVANCES</b>		
(a)	Annual School Grant	5.50
(b)	Minor Repair Grant	2.75
(c)	Social Community Residential Camp	3.00
(d)	Guidance & Counselling Programme	0.50
<b>TOTAL</b>		<b>11.75</b>
<b>CLOSING BALANCE</b>		
(a)	Cash in hand	NIL
(b)	Cash at Bank	121.21
<b>TOTAL</b>		<b>121.21</b>

  
**STATE MISSION DIRECTOR (RMSA)**

Place: Thiruvananthapuram  
Date: 23-12-2013



Vide our report of even date attached  
FOR DEVASSY & DEVASSY  
CHARTERED ACCOUNTANTS

  
**HAROLD DEVASSY.R, FCA, DISA**  
PARTNER (M.N. 204549, FRN. 007169S)





**RASHTRIYA MADHYAMIK SHIKSHA ABHIYAN  
LAKSHADWEEP SARVA SHIKSHA ABHIYAN STATE MISSION  
AUTHORITY**

**MANAGEMENT REPORT**

We have completed the audit of the accounts maintained by the **Rashtriya Madhyamik Shiksha Abhiyan (RMSA)**, which is implemented by the **Lakshadweep Sarva Shiksha Abhiyan State Mission Authority (LSSASMA)**, at the State Mission Directorate at Kavaratti for the year ended 31-03-2013, and our observations are given below.

**1. ACCOUNTING SYSTEM**

1. Books of accounts are maintained under double entry system and cash basis of accounting is followed.
2. Journal Register was not maintained during the year.
3. Cash book is maintained on a daily basis and balanced properly.
4. Proper accounting procedures have to be implemented to ensure accuracy of the expenditures on the project activities and financial reporting.

**2. FUND TRANSFER**

The fund transferred from State Mission Directorate to BRCs are accounted and reconciled.

**3. ADVANCES**

1. Advances paid for expenses which were not settled during the year was treated as advances and not included in expenditure.
2. The advance shown at the end of the year is subject to reconciliation and confirmation.

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3. Advances paid during 2010-11, 2011-12 for expenses are still pending for settlement. Proper initiative is to be taken for settling such advances.

**4. INTERNAL CONTROL**

We suggest a proper and effective regular internal audit system to be implemented in the initial stage itself for effective control of the utilization of the fund. All the relevant records should be verified and lapses if any should be rectified as a process of internal audit.

**5. FIXED ASSETS**

The Fixed Assets purchased are included in relevant interventions under the project. No depreciation has been provided for the fixed assets during the year. The Fixed Assets were physically verified by the authorities and the physical verification report is available in records.

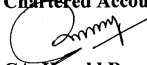
**6. PROCUREMENT AND PURCHASE PROCEDURES**

As part of our audit, we had verified the procurement / purchase procedures along with the verification of supporting documents and records of the application of SSA funds during the year 2012-2013 and found that Goods, Works and Services have been procured in accordance with relevant provisions of the procurement procedure prescribed for the purpose, as per RMSA norms.

Trivandrum  
23-12-2013



**For Devassy & Devassy**  
**Chartered Accountants**

  
**CA. Harold Devassy.R, FCA, DISA**  
**Partner (M.N. 204549: FRN. 007169S)**