



Auditor's Report

RASHTRIYA MADHYAMIK SHIKSHA ABHIYAN PUDUCHERRY

We have audited the attached Balance Sheet, Income and Expenditure Account and Receipts and Payments Statement of M/s **RASHTRIYA MADHYAMIK SHIKSHA ABHIYAN**, Union Territory of Puducherry Mission Authority, State Project Office, PKC Educational Complex, Puducherry, as on 31.03.2013. These financial statements are the responsibility of the management of State Project office, RMSA, Puducherry. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in India. Those Standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are prepared, in all material respect, in accordance with an identified financial reporting framework and are free of material misstatements. 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, subject to notes hereunder, we report that:

- A) The goods, works and service procured for the purpose of projects are in accordance with procurement procedures prescribed in the manual on Financial Management and Procurement Guidelines issued by the Ministry of Human Resource Development, New Delhi.
- B) We have obtained all the information and explanations, which to the best of our knowledge and belief were necessary for the purposes of our audit.
- C) The Balance sheet and Income and Expenditure account referred to in this report are in agreement with the books of accounts maintained at SPO, RMSA, Puducherry.





D) In our opinion and to best of our information and according to the explanation given to us the Balance Sheet and the Income and Expenditure Account read together with Schedules and Notes thereon give a true and fair view:

- a. In so far as it relates to the Balance Sheet of the State of Affairs of the Rashtriya Madhyamik Shiksha Abhiyan, Puducherry, as at 31.03.2013; and
- b. In so far as it relates to Income Expenditure Account, the transfer from Capital Fund for Expenditure incurred for the year ended on that date.

Puducherry
30th September 2013



For **A.R. Krishnan & Associates**
Chartered Accountants
FR No.: 009805S


B. Anandaramakrishnan
Partner, M.No.: 209122



CERTIFICATE

We have examined the attached Balance Sheet of '**RASHTRIYA MADHYAMIK SHIKSHA ABHIYAN**', Union Territory of Puducherry Mission Authority, State Project Office, PKC Educational Complex, Puducherry, as on 31.03.2013 and Income and Expenditure on that date in which are incorporated the audited financial statements of the State Project Office, Puducherry. These financial statements are the responsibility of the management of State Project Office, RMSA, Puducherry. Our responsibility is to express an opinion on these financial statements based on our audit report of event date and notes attached to and forming part of financial statements, management report of even date we confirm that:

- A) Goods, works and services procured for the purpose of projects are in accordance with procurement procedures prescribed in the manual on Financial Management and Procurement Guidelines issued by the Ministry of Human Resource Development, New Delhi;
- B) The resources are used for the purpose of the project; and
- C) The expenditure statements and financial statements are correct.

During the course of audit, we have relied upon the supporting documents and records. Subject to our audit report of even date and notes forming part of financial statement, we are of the opinion that the financial statements audited can be relied upon to support reimbursement under the credit agreement.

Further to the above, in our opinion and to the best of our information and according to the explanation given to us it is certified that the Income and Expenditure Account and Balance Sheet represent a true and fair view of implementation (and Operation) of the project for the year ended 31st March 2013.

For **A.R. Krishnan & Associates**
Chartered Accountants
FRN: 009805S



Puducherry


B. Anandaramakrishnan
Partner, M.No.:209122

RASHTRIYA MADHYAMIK SHIKSHA ABHIYAN

UNION TERRITORY OF PUDUCHERRY

BALANCE SHEET AS ON 31.03.2013

Liabilities	Amount Rs.Ps.	Amount Rs.Ps.	Assets	Amount Rs.Ps.	Amount Rs.Ps.
Capital Fund :					
Opening Balance					
Add: Grants recd, During the year from					
Govt.Of India					
Govt.Of Puducherry					
	33,461,033.00		Current Assets	30,574,511.00	
			Deposits (Asset)		
	7,207,000.00		Minor Repair	25,000.00	
	4,900,000.00		Annual School grant	50,000.00	30,649,511.00
	45,568,033.00				
Less: a)Transfer to Income &			Cash and Bank Balances:		
Expenditure for expenditure incurred					
2012-13	12,791,158.00				
b) Assets transferred					
	47,294.00		Cash-in-hand	-	
			Bank of Baroda	3,436,080.00	3,436,080.00
Preproject Activities Fund					
Opening Balance					
Less : Transfer from Preparatory Activities					
fund for expenditure incurred					
	3,187,647.00				
	1,831,637.00				
Total			Total		34,085,591.00

Date : 30th September, 2013

Place : Puducherry

For A.R. Krishnan & Associates

Chartered Accountants

FRN: 009805S



14/10/13
30.9.13

State Project Director

RMSA

Dr. J. KRISHNARAJU
STATE PROJECT DIRECTOR
SARVA SHIKSHA ABHIYAN
Directorate of School Education
Puducherry-605 005

Anandaramkrishnan
B. Anandaramkrishnan
Partner. M.No.209122

RASHTRIYA MADHYAMIK SHIKSHA ABHIYAN

UNION TERRITORY OF PUDUCHERRY

Receipts and payments Account for the Period 01.04.2012 to 31.03.2013

Receipts	Amount Rs.Ps.	Amount Rs.Ps.	Payments	Amount Rs.Ps.	Amount Rs.Ps.
To Opening Balance Cash-in- hand Bank of Baroda			By Management Cost		305,707.00
To Grant received from Government of India	7,207,000.00	6,577,386.00	By Fixed Deposit		697,511.00
Government Of Puducherry	4,900,000.00	12,107,000.00	By Recurring		
To Quality Intervention		75,000.00	Annual School grant & Minor Repair grant	6,400,000.00	
			Minor Repair	2,925,000.00	
			Quality interventons	-	
			(a) Science Exhibition - District Level		
To Interest received from Bank		1,285,278.00	(b) Sports Equipment	-	
			(b) Excursion Trip for Students	2,745,200.00	
			Teacher and staff training	1,628,529.00	13,698,729.00
			By Pre-Project Activities		1,831,637.00
			By Quality Intervention		75,000.00
			By Closing Balance		
			Cash-in- hand		
			Bank of Baroda	3,436,080.00	3,436,080.00
TOTAL		20,044,664.00	TOTAL		20,044,664.00

Date : 30th September, 2013
Place : Puducherry

State Project Director
DR. J. KRISHNARAJU
STATE PROJECT DIRECTOR
SARVA SHIKSHA ABHIYAN
Directorate of School Education
Puducherry-605 005.



For A.R. Krishnan & Associates
Chartered Accountants

Anandaram
B. Anandaramakrishnan
Partner. M.No.209122

RASHTRIYA MADHYAMIK SHIKSHA ABHIYAN

UNION TERRITORY OF PUDUCHERRY

Income and Expenditure Account for the Period 01.04.2012 to 31.03.2013

	Expenditure	Amount Rs.	Amount Rs.	Income	Amount Rs.	Amount Rs.
By	Management Cost			To Interest received from Bank		1,285,278.00
By	Recurring			To Transfer from Capital Fund for expenditure incurred		12,791,158.00
	- Annual School grant	6,400,000.00				
	- Minor Repair	2,925,000.00		To Transfer from Preparatory Activities fund for expenditure incurred		1,831,637.00
	- Quality interventions					
	(a) Science Exhibition - District Level	-				
	(b) Sports Equipment	-				
	(c) Excursion Trip for Students	2,745,200.00				
	(d) Advance to dept	72,000.00				
	- Teacher and staff training	1,628,529.00				
By	Pre-Project Activities					
			13,770,729.00			
			1,831,637.00			
	Total		15,908,073.00	Total		15,908,073.00

For A.R. Krishnan & Associates
Chartered Accountants



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State Project Director
RMSA

Dr. J. KRISHNARAJU
STATE PROJECT DIRECTOR
SARVA SHIKSHA ABHIYAN
Directorate of School Education
Puducherry-605 005.

Date : 30th September, 2013
Place : Puducherry

Handwritten signature
B. Anandaramakrishnan
Partner. M.No.209122

Name of the State: **UT OF PUDUCHERRY**

Utilisation Certificate for the year ended 31st March 2013

Name of the Scheme: **RASHTRIYA MADHYAMIK SHIKSHA ABHIYAN (RMSA)**

Rs. In lakhs

Sl. No		Central Share	State Share	Total
1	Opening balance at the beginning of the financial year (as on 1-4-2012)	8.12	326.02	334.14
2	Details of funds received during the year			
2.1	Fund received vide Sanction No.	72.07	49.00	121.07
3	Total fund received	72.07	49.00	121.07
4	Other receipts/interest	8.28	4.57	12.85
5	Total fund available (Sr. No.1+3+4)	88.47	379.59	468.06
6	Expenditure (grant in aid general) Recurring	105.57	35.19	140.76
7	Total Expenditure	105.57	35.19	140.76
8	Balance	-17.1	344.40	327.30

1. Certified that out of Rs.121.07/- lakhs (Rupees one crore twenty one lakhs and seven thousand only) of grant-in-aid sanctioned during the year 2012 - 13 in favor of Member Secretary, RMSA Puducherry vide Ministry of Human Resource Development, Department of School Education and Literacy and State Government Letter Nos. as indicated above and Rs.12.85/- lakhs (Rupees twelve lakhs and eighty five thousand only) on account of interest earned and other receipts during the period 2012 - 2013 and Rs.334.14/- lakhs (Rupees three crore thirty four lakhs and fourteen thousand only) on account of unspent balances of the previous year, a sum of Rs.140.76/- lakhs (Rupees one crore forty lakhs and seventy six thousands only) has been utilized for the purpose for which it was sanctioned and the balance of Rs.327.30/-lakhs(Rupees three crore twenty seven lakhs and thirty thousand only) remains unutilized at the end of the year.
2. Certified that I have satisfied myself that the conditions on which the grants – in – aid was Sanctioned have been duly fulfilled and that I have exercised the following checks to see that the money was actually utilized for the purpose for which it was sanctioned.
3. Kinds of checks exercised
 - i. Audited Statement of Accounts (Copy enclosed)
 - ii. Utilisation Certificate received from executing units, records during sample visit.
 - iii. Progress Report


Signature with rubber – stamp
State Project Director

Dated:

Dr. J. KRISHNARAJU
STATE PROJECT DIRECTOR
SARVA SHIKSHA ABHIYAN
Directorate of School Education,
Puducherry-605 005.

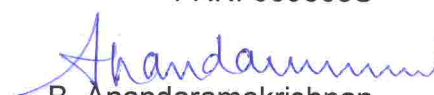
AUDITORS CERTIFICATE

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.

For **A.R.KRISHNAN & ASSOCIATES**
Chartered Accountants
FRN: 009805S



Dated: 30th September 2013


B. Anandamakrishnan
Partner. M. No.:209122



**RASHTRIYA MADHYAMIK SHIKSHA ABHIYAN
PONDICHERRY**

**NOTES TO ACCOUNTS
FORMING PART OF THE ACCOUNTS FOR THE PERIOD 2012–2013**

1. Method of Accounting:

The Society maintains its books of accounts on cash basis.

2. Grant Received :

During the period, the RMSA received Rs.72,07,000 /- as Central Grant from Government of India and Rs.49, 00,000 /- As State grand from Government of Puducherry.

3. Scheme Expenses :

Expenses incurred during the year towards implementation of the Project and Management Cost of RSMA Grant amounts to Rs. 1,40,76,436/- and that of Pre-Project Activities Fund is Rs.18,31,637/-

Puducherry



For A.R. Krishnan & Associates
Chartered Accountants


B. Anandaramakrishnan
Partner. M.No.:209122



MANAGEMENT LETTER
OF RASHTRIYA MAHYAMIK SHIKSHA ABHIYAN (RMSA)
PONDICHERRY
FOR THE YEAR 2012-13
(Forming Part of our Audit Report)

We have audited the financial statements of M/s. **RASHTRIYA MAHYAMIK SHIKSHA ABHIYAN (RMSA), Pondicherry**, for the financial year 2012-13.

In this Management letter, our responsibility is to make a detailed report for management's information, regarding the procedural lapses, financial irregularities and weakness in internal control etc which would enable the management to exercise a greater degree of control over the Societies operation.

During our Audit of the Accounts of the State Office of RMSA, Pondicherry, we noticed the following exceptions –

1. Maintenance of Accounts:

- a. The State Office Accounts of RMSA, Pondicherry, are maintained in Tally Accounting Software and are updated in the Software once every month. The District Office should ensure updation of accounts in Tally on real time basis, as and when the transaction takes place. This would ensure error free accounting.





- b. The State Office follows a complicated system of accounting of all receipt and payment transactions under the Scheme by routing the entries through a 'Journal Voucher' (Journal Entry) instead of directly accounting it vide a 'Receipt Voucher' or 'Payment Voucher', as the case may be. We suggest the accounting of transactions are simplified, thereby reducing instances of errors and double accounting.
- c. The Bank Transactions of the Scheme are reconciled with the Bank Statements only while closing the accounts at the year-end. This may result in wrong debits/credits in the bank statement to be unreconciled for a long period of time. We suggest that the bank transactions of the scheme are reconciled with the Bank statement every month for early identification of mistakes and for initiating immediate corrective measures.

2. Utilization Certificate:

Utilization Certificate from all SMDC's (School Monitoring and Development Committee) should be obtained immediately after the funds have been utilized. Delay in submission of Utilization Certificates by the SMDCs should be strictly viewed.

3. Fixed Assets:

Physical verification of Fixed Assets acquired out of the Funds of the Scheme should be carried out in all Implementing Units atleast once in a year. Annual inspection of Civil works carried-out by the IUs should be undertaken.





4. School & Minor Grant Advance:

The Pondicherry State Office of RMSA has issued School & Minor Grant Advance of Rs.75,000/- to various SMDCs for the financial year 2011-12. But the State Office is yet to receive Utilization Certificate for the same. The State should take immediate steps to either obtain Utilization Certificate or re-collect the funds given to the SMDCs.

5. Unutilised Funds:

State holds unutilized funds amounting to Rs. 3.06 Crores in Fixed Deposits with various banks. The State should take appropriate decision on the same as soon as possible.

For **A.R.KRISHNAN & ASSOCIATES**
Chartered Accountants



B. Anandaramakrishnan
B. Anandaramakrishnan
Partner. M.No. 209122