

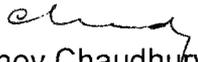
**F.No.G25012/6/08-NACO**  
**Ministry of Health & Family Welfare**  
**Department of AIDS Control**  
**(Finance Wing)**

6<sup>th</sup> Floor, Chandralok Building,  
36, Janpath, New Delhi-110001  
26<sup>th</sup>, May, 2009.

**OFFICE MEMORANDUM**

**Subject: - Audit certificate in respect of World Bank Assisted National  
AIDS Control Project Phase-III Credit No. 4299-IN (IDA).**

A copy of the audit certificate issued by the Director General of Audit , Central Revenues, in respect of expenditure incurred by the National AIDS Control Organisation in the year 2007-08 at NACO headquarter (central level) for the project mentioned above , is forwarded for information of the World Bank and DFID.

  
( Benoy Chaudhury )  
Under Secretary to the  
Government of India.

To,  
1. Shri Arun Manuja,  
Financial Management Specialist  
The World Bank,  
70, Lodhi Estate,  
New Delhi-110003.

2. Ms. Ritu Chhabra,  
Programme Officer,  
DFID India,  
British High Commission,  
B-28, Tara Crescent,  
Qutab Institutional Area,  
New Delhi



P. 78538

Copy forwarded to Shri Soumya Chatterjee Under Secretary, Fund Bank Division ,Department of Economic Affairs, Ministry of Finance, North Block, New Delhi-110001.

Shri Jagdish Prasad Accounts Officer, Controller of Aid Accounts & Audit Division, Department of Economic Affairs, Ministry of Finance Jan path Bhawan Janpath New Delhi -110001.



कार्यालय महानिदेशक लेखा परीक्षा, केन्द्रीय राजस्व  
Office of the Director General of Audit, Central Revenues  
Indraprastha Estate New Delhi - 110 002

संख्या. ए.एम.जी.-II/ आई.आर./एन.ए.सी.ओ. /2008-09/311

दिनांक:18.05.2009

सेवा में,

18/05/2009

अवर सचिव,  
नेशनल एड्स कन्ट्रोल ऑर्गनाइजेशन,  
नवीं तल, 36 जनपथ,  
नई दिल्ली- 110001

विषय:- वर्ष 2007-2008 अवधि के लिए नेशनल एड्स कन्ट्रोल ऑर्गनाइजेशन, लेखे पर पूरक लेखापरीक्षा निरीक्षण प्रतिवेदन।

महोदय,

उपर्युक्त उल्लिखित पूरक लेखापरीक्षा निरीक्षण प्रतिवेदन एतद द्वारा आवश्यक कार्यवाही हेतु इस अनुरोध के साथ भेजी जाती है कि इस संदर्भ में आपका उत्तर पूरक निरीक्षण प्रतिवेदन की प्राप्ति के एक माह के भीतर भेजा जाए।

(2) प्रतिवेदन में भाग II (क) के पैराग्राफ सं (शून्य) तथा भाग -II (ख) के पैराग्राफ सं. (1) में इंगित की गई अनियमितताओं की ओर आपका ध्यान विशेष रूप से आकृष्ट किया जाता है।

भवदीय,

अनुलग्नक: पूरक निरीक्षण प्रतिवेदन  
व लेखापरीक्षा प्रमाणपत्र

वरिष्ठ लेखापरीक्षा अधिकारी (ए.एम.जी-II)

May also kindly see

21/5/09

Dis (in)

Dear Sir,  
get cracking for  
08-09 & 01-12-08-08

21/5/09

20-3/08/09  
21-05-08

23 (P)

1200 DWF/09  
21/5/09

**OFFICE OF THE DIRECTOR GENERAL OF AUDIT,  
CENTRAL REVENUES, NEW DELHI – 110 002.**

**Supplementary Inspection Report in respect of World Bank Assisted Project of National AIDS Control Programme (NACP) (Credit No. 4299 IN) implemented through National AIDS Control Organization (NACO) for the year 2007-08.**

**PART – I-A**

**INTRODUCTORY**

**(i) General**

The audit of the accounts of World Bank Assisted Project on National AIDS Control Programme (Credit No. 4299 IN) implemented through National AIDS Control Organization (NACO) Chandrabh Building, 36, Janpath, New Delhi for the period 2007-08 was conducted from 12.05.08 to 13.06.2008 (24 working days) by an audit party comprising Shri Manoj Choudhary, Sr. Audit Officer, Smt. Purva Paul, AAO, Shri Nilesh Kumar Srivastava, Section officer and Shri Mahinder Kumar, Sr. Auditor of the Office of the Director General of Audit, Central Revenues, New Delhi - 110 002.

The statement of expenditure (SOE) pertaining to the year 2007-08 for issuing Audit Certificate in respect of World Bank Assisted Project, Phase-III, IDA No. Credit No. 4299 IN had not been furnished by NACO till date of completion of audit. The SOE was furnished to audit in the month of Feb. 2009. The vouchers and other relevant records were made available to audit party headed by Sh. N.K. Sharma, Sr. Audit Officer, from the office of the Director General of Audit, Central Revenues, New Delhi-110002 for scrutiny, test check during the period between 02.04.09 to 15.04.09 and 13.05.09 to 14.05.09.

**Part-II-A**

**NIL**

**Part-II-B**

**Current Audit**

**Para No. 1 Non-submission of details of expenditure of Rs. 1.42 crore**

The statement of expenditure for the amount of Rs. 52.98 crore had been furnished by NACO vide its letter No. G 25012/6/2008-NACO dated 19.02.09 for issue of audit certificate in respect of World Bank Assisted Project, Phase-III; IDA Credit No. 4299 - IN. However, the details of expenditure of Rs. 51.56 crore was furnished to audit vide NACO's letter No. 1045/Dir/(F)/2009-NACO dated 12.05.2009 along with the supporting vouchers, utilization certificates and other relevant records. Thus, in the absence of supporting vouchers, UCs and other relevant records, expenditure of Rs. 1.42 crore could not be verified in audit, rendering it inadmissible for reimbursement of claim.

*12/06/09*  
*15/5/09*

**Deputy Director (AMG-II)**

## Audit Certificate

### Introduction

We have audited the accompanying financial statements of the World Bank Assisted National Aids Control Project Phase-III, IDA Credit-4299-IN for the period 1<sup>st</sup> April 2007 to 31<sup>st</sup> March 2008. Our responsibility is to express an opinion on these financial statements based on our audit.

### Scope

We conducted our audit in accordance with regulations and standards of audit of the Comptroller and Auditor General of India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatements. An audit includes examining, on a test basis, evidence supporting the amounts, internal checks and controls and disclosure in the financial statement. An audit also includes assessing the accounting principles used and significant statements made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

### Opinion

In our opinion, the financial statements, read with observations annexed give a true and fair view of the sources and Application of Funds and the financial position of the World Bank Assisted National Aids Control Project Phase-III, IDA Credit 4299-IN for the year ended March 31, 2008, in accordance with consistently applied Government Accounting Standards.

In addition, (a) with respect to SOEs, adequate supporting documentation has been maintained to support claims to the World Bank for reimbursements of expenditures incurred; and (b) which expenditures are eligible for financing under the Credit Agreement No 4299-IN. During the course of audit referred to above Statement of Expenditure of Rs. 52.98 crore (Rupees fifty two crore and ninety eight lakh only) and the connected documents were examined and these can be relied upon to support reimbursement under loan agreement except the expenditure of Rs. 1.42 crore (Rupees one crore and forty two lakh only) which was found inadmissible for reimbursement of claim due to non-furnishing of supporting vouchers.

This certificate is issued without prejudice to CAG's right to incorporate any further/detailed audit observation if and when made in the Report of CAG of India for being laid before Parliament/State Legislature.

*12/6/08*  
*15/5/08*

Deputy Director (AMG-II)