

## **AUDITORS REPORT**

To

The Project Director

### **TARGETED INTERVENTION (TI-POOL FUND)**

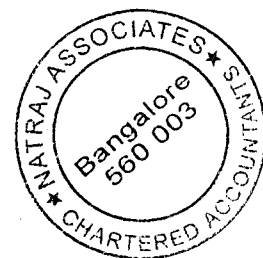
The Pondicherry AIDS Control Society  
Victor Simonel Street, North Block  
Old Maternity Hospital Building  
**PONDICHERRY - 605 001.**

We have audited the accompanying financial statements of **Pondicherry AIDS Control Society** for the period from **01.04.2014 to 31.03.2015**. Our responsibility is to express an opinion on these financial statements based on our audit.

We have conducted the Statutory Audit for the FY 2014-15 for **Pondicherry AIDS Control Society**.

We have conducted our audit in accordance with the auditing standards generally accepted in India. Those standards and practices require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. 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.

It is the policy of the society to prepare its financial statements on the cash receipts and disbursements basis. On this basis, revenue and related assets are recognized when received rather than when earned and expenses are recognized when paid rather than when the obligation is incurred.



**NATRAJ ASSOCIATES**  
**CHARTERED ACCOUNTANTS**

# 2, 12th CROSS,  
WEST PARK ROAD,  
MALLESWARAM,  
BANGALORE - 560 003.  
Phone : 080 - 23567514  
Fax : 080 - 23562807  
E-mail : natrajblr71@gmail.com

In our opinion, subject to:

- (e) Non – recording of grants in the nature of non- monetary assets received free of cost by the society in the books of account/financial statements.
- (f) It is the policy of the society of not charging depreciation on its fixed assets:  
The financial statement read with the significant accounting policies & notes annexed hereto give – a true and fair view of the sources and application of funds of

Pondicherry AIDS Control Society for period ended 31<sup>st</sup> March, 2015 and the Financial Position arising from cash transactions of the society as at 31<sup>st</sup> March, 2015.

Adequate supporting, documentation for statement of expense for the period ended 31.03.2015 has been maintained to support claims of various expenditure incurred and such expenditure are eligible under the financing agreements.

**For NATRAJ ASSOCIATES**  
**Chartered Accountants**

  
**(R KANAKAVALLI)**

**Partner**

**Firm's Registration No: 002440S**

**(M.M. No. : 225389)**

**Place: BENGALURU**

**Date: 29.06.2015**



**MANAGEMENT LETTER**

To  
The Project Director

**TARGETED INTERVENTION (TI-POOL FUND)**

The Pondicherry AIDS Control Society  
Victor Simonel Street, North Block  
Old Maternity Hospital Building  
**PONDICHERRY – 605 001.**

We have audited the financial statement of **Pondicherry AIDS Control Society** as on  
**31<sup>st</sup> March, 2015.**

**1. Accounting records, system and control:**

Our audit reveals that maintenance of records, accounting systems and controls are found to be in place and are commensurate with the level of activity of the society. All expenditure, including **procurement of goods and services has been carried on par with the procurement manual of the NACP programme.**

**2. Specific deficiencies and areas of weakness in systems and controls:**

We have not come across any specific deficiency or weakness in the system.

**3. Compliance with the covenants of the financing agreement:**

The society is found to have generally complied with the various covenants of the financing agreements.

**4. Achievement of the results as compared to the approved plan:**

The society has attempted to achieve targets of the approved plan. We have been informed that the targets have been reached. The society has achieved **95% of the targeted approved plans (2014-15).**



**5. Economy, Efficiency and Effectiveness in the use of resources:**

The society is generally found to utilize the funds in an economical, efficient and effective manner. However, during the year, a huge portion of the funds were found to be placed in saving bank Account instead of the better yielding term deposits, short- term/ long term, depending on the requirement of the funds.

**6. Matters having significant impact on the implementation of the project:**

We have not come across any matter having a significant impact on the implementation of the project.

**7. Other pertinent matters:**

Our audit has not revealed any matter pertinent enough to be reported to the management.

**For NATRAJ ASSOCIATES**  
**Chartered Accountants**

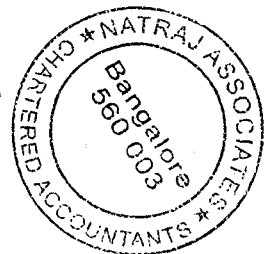
  
**(R KANAKAVALLI)**  
**Partner**

**Firm's Registration No: 002440S**

**(M.M. No. : 225389)**

**Place: BENGALURU**

**Date: 29.06.2015**



**PONDICHERRY AIDS CONTROL SOCIETY**

**TARGETED INTERVENTION (TI-POOL FUND)**

**NOTES FORMING PART OF ACCOUNTS:**

1. The society has treated grants as income to the extent of utilization of such grants towards revenue expenditure.
2. In respect of the nature of non-monetary assets received free of costs as transfer by the society the respective assets have been recorded in the books of account and financial statement at the value stated in the respective transfer advices.

**SIGNIFICANT ACCOUNTING POLICIES:**

**1. BASIS OF ACCOUNTING:**

The accounts are prepared on the basis of cash system of accounting.

**2. FIXED ASSETS & DEPRECIATION:**

Fixed assets have been stated at historic cost. Depreciation has not been provided on fixed assets.

**3. GRANT IN AID:**

An allocation (GIA) of **Rs.90.42 lakhs** has been approved under TI-POOL FUND for the financial year 2014-15. Grants received have been treated as income of the year to the extent of utilization of grants towards revenue expenditure.



**Pondicherry SACS - TI Pool Fund**

No. 93 Perumal Kail Street, Pondicherry - 605001

National AIDS Control Project - Phase III

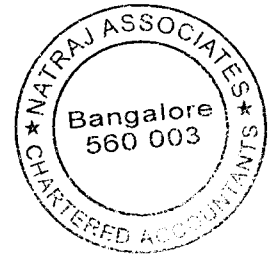
**Balance Sheet**

**For The Period From : 01-Apr-2014 To :31-Mar-2015**

Figures for the previous Period (Rs.)	LIABILITIES	Schedule Reference	Figures for the current Period (Rs.)	Figures for the previous Period (Rs.)	ASSETS	Schedule Reference	Figures for the current Period (Rs.)
1,822,880.00	GENERAL FUND	01	1,084,685.00	0.00	FIXED ASSETS	02	220,852.00
0.00	FIXED ASSET FUND		220,852.00		CURRENT ASSETS, LOANS AND ADVANCES		675,730.00
				1,822,880.00	CURRENT ASSETS	0301	408,955.00
				0.00	LOANS AND ADVANCES	0401	
<u>1,822,880.00</u>			<u>1,305,537.00</u>	<u>1,822,880.00</u>			<u>1,305,537.00</u>

For Natraj Associates  
*[Signature]*  
 Partner

Auditor



*[Signature]*  
 9/7/2015

PC/EM/FO

**ASSISTANT DIRECTOR (FINANCE)**  
**PONDICHERRY AIDS CONTROL SOCIETY**  
**PUDUCHERRY**

Project Director

**PROJECT DIRECTOR**  
**PONDICHERRY AIDS CONTROL SOCIETY**  
**PUDUCHERRY**



## General Fund

## Schedule 01

Figures in Rupees

Particulars	As at 31-Mar-15 (Rs.)	As at 31-Mar-14 (Rs.)
Opening grant in aid	1,822,880.00	0.00
<b>Add: Received during the year</b>		
Grant from NACO to SACS	7,710,000.00	0.00
Recovery/Deduction of Grants	0.00	9,127,000.00
<b>Less: Utilised during the year</b>		
Grants utilised to the extent of revenue expenditure	8,227,343.00	7,304,120.00
Grants utilised to the extent of fixed asset expenditure	220,852.00	0.00
<b>Closing grant in aid</b>	<b>1,084,685.00</b>	<b>1,822,880.00</b>

## Fixed Asset

## Schedule 02

Figures in Rupees

Particulars	Opening Balance	Addition	Deletion	Closing Balance
Office Equipment (2206)	0.00	227,252.00	6,400.00	220,852.00
<b>Grand Total</b>	<b>0.00</b>	<b>227,252.00</b>	<b>6,400.00</b>	<b>220,852.00</b>

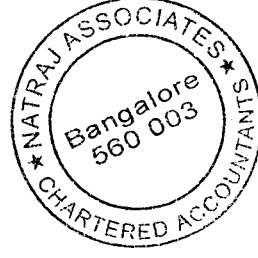


**Funds from Other Sources**

**Schedule 03**

Figures in Rupees

Particulars	Opening Balance	Grant Received	Grant Utilised/ Refunded	Closing Balance
<b>Grand Total</b>				





# CURRENT ASSETS

Schedule 0301

Figures in Rupees

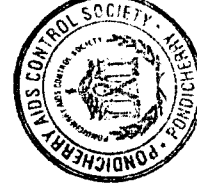
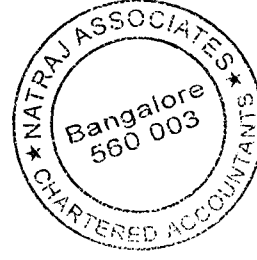
Particulars	As at 31-Mar-15 (Rs.)	As at 31-Mar-14 (Rs.)
TIPF-Bank	675,730.00	1,822,880.00
<b>Total</b>	<b>675,730.00</b>	<b>1,822,880.00</b>

# LOANS AND ADVANCES

Schedule 0401

Figures in Rupees

Particulars	As at 31-Mar-15 (Rs.)	As at 31-Mar-14 (Rs.)
Advance to NGOs	408,955.00	0.00
<b>Total</b>	<b>408,955.00</b>	<b>0.00</b>



# Pondicherry SACS - TI Pool Fund

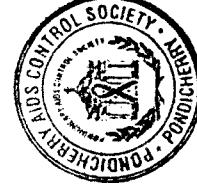
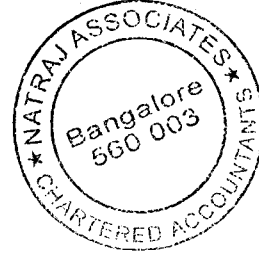
No. 93 Perumal Kail Street, Pondicherry - 605001

National AIDS Control Project - Phase III

## Income And Expenditure Account

For The Period From : 01-Apr-2014 To :31-Mar-2015

Figures for the previous Period (Rs.)	EXPENDITURE	Schedule Reference	Figures for the current Period (Rs.)	Figures for the previous Period (Rs.)	INCOME	Schedule Reference	Figures for the current Period (Rs.)
169,667.00	Medicines	07	91,320.00	8,243.00	Other Income	28	97,036.00
219,493.00	Training and Workshops	08	191,574.00	7,304,120.00	Grants utilised to the extent of revenue expenditure		8,227,343.00
153,321.00	NGO Services	11	0.00				
5,273,013.00	Salary (Pay and Allowances)	13	6,448,108.00				
1,496,869.00	Operational Expenses	15	1,593,377.00				
197,080.00		NULL	175,980.00				
<b>7,312,363.00</b>			<b>8,324,379.00</b>	<b>7,312,363.00</b>			<b>8,324,379.00</b>



For Natraj Associates  
*[Signature]*  
 Partner

Other Income

Schedule 28

Particulars	As at 31-Mar-15 (Rs.)	As at 31-Mar-14 (Rs.)
Interest from Bank	97,036.00	8,243.00
<b>Total</b>	<b>97,036.00</b>	<b>8,243.00</b>

Medicines

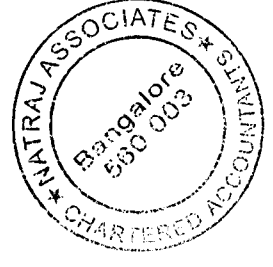
Schedule 07

Particulars	As at 31-Mar-15 (Rs.)	As at 31-Mar-14 (Rs.)
STI Drugs	91,320.00	169,667.00
<b>Total</b>	<b>91,320.00</b>	<b>169,667.00</b>

Training and Workshops

Schedule 08

Particulars	As at 31-Mar-15 (Rs.)	As at 31-Mar-14 (Rs.)
Training	30,096.00	133,748.00
Campaigns	161,478.00	85,745.00
<b>Total</b>	<b>191,574.00</b>	<b>219,493.00</b>



NGO Services

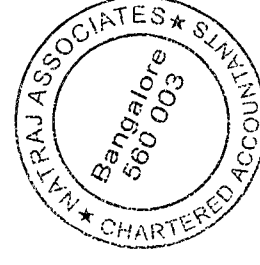
Schedule 11

Particulars	As at 31-Mar-15 (Rs.)	As at 31-Mar-14 (Rs.)
NGO Services for Priority Interventions	0.00	153,321.00
<b>Total</b>	<b>0.00</b>	<b>153,321.00</b>

Salary (Pay and Allowances)

Schedule 13

Particulars	As at 31-Mar-15 (Rs.)	As at 31-Mar-14 (Rs.)
Salary	3,773,274.00	3,444,271.00
Honorarium	2,674,834.00	1,828,742.00
<b>Total</b>	<b>6,448,108.00</b>	<b>5,273,013.00</b>



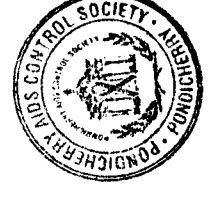
## Operational Expenses

## Schedule 15

Particulars	As at 31-Mar-15 (Rs.)	As at 31-Mar-14 (Rs.)
Travelling Expenses	492,854.00	414,650.00
Rent, Rates & Taxes	536,000.00	526,530.00
Telephone/Communication Expenses	85,448.00	74,412.00
Bank Charges	3,432.00	3,513.00
Printing & Stationery	88,577.00	94,773.00
Water and Electricity Charges	42,269.00	60,893.00
Postage/Courier	6,285.00	21,968.00
Other Administration Cost	162,532.00	103,050.00

## Schedule NULL

Particulars	As at 31-Mar-15 (Rs.)	As at 31-Mar-14 (Rs.)
Meeting Expenses	175,980.00	197,080.00
<b>Total</b>	<b>175,980.00</b>	<b>197,080.00</b>



NACO

# Pondicherry SACS - TI Pool Fund


No. 93 Perumal Kail Street, Pondicherry - 605001

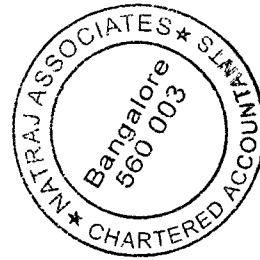
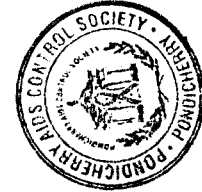
National AIDS Control Project - Phase III

## Receipt And Payment Account

For The Period From : 01-Apr-2014 To :31-Mar-2015

Figures for the previous Period (Rs.)	RECEIPTS	Schedule Reference	Figures for the current Period (Rs.)	Figures for the previous Period (Rs.)	PAYMENTS	Schedule Reference	Figures for the current Period (Rs.)
	<b>Opening Balance:</b>			160,821.00	LOANS AND ADVANCES	17	8,639,851.00
0.00	Cash in hand		0.00	0.00	FIXED ASSETS	16	220,852.00
0.00	Balance with Bank	30	1,822,880.00	154,667.00	Medicines	19	0.00
147,749.00	LOANS AND ADVANCES	17	0.00	37.00	Training and Workshops	20	0.00
2,000,833.00	GENERAL FUND	29	7,710,000.00	18,420.00	Operational Expenses	27	35,930.00
8,243.00	Other Income	56	39,483.00	18,320.00		NULL	24,706.00
<u>2,156,825.00</u>			<u>9,572,363.00</u>		<b>Closing Balance:</b>		
				0.00	Cash in hand		0.00
				1,822,880.00	Balance with Bank	31	675,730.00
				<u>2,156,825.00</u>			<u>9,572,363.00</u>

For Natraj Associates  
  
 Partner



# LOANS AND ADVANCES

Schedule 17

Particulars	As at 31-Mar-15 (Rs.)	As at 31-Mar-14 (Rs.)
Advance to NGOs	0.00	147,749.00
<b>Total</b>	<b>0.00</b>	<b>147,749.00</b>

# GENERAL FUND

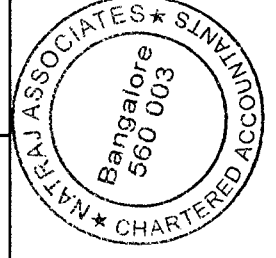
Schedule 29

Particulars	As at 31-Mar-15 (Rs.)	As at 31-Mar-14 (Rs.)
Grant from NACO to SACS	7,710,000.00	0.00
Recovery/Deduction of Grants	0.00	2,000,833.00
<b>Total</b>	<b>7,710,000.00</b>	<b>2,000,833.00</b>

# Balance with Bank

Schedule 30

Particulars	As at 31-Mar-14 (Rs.)	As at 31-Mar-13 (Rs.)
TIPF-Bank	1,822,880.00	0.00
<b>Total</b>	<b>1,822,880.00</b>	<b>0.00</b>



**Other Income**

**Schedule 56**

Particulars	As at 31-Mar-15 (Rs.)	As at 31-Mar-14 (Rs.)
Interest from Bank	39,483.00	8,243.00
<b>Total</b>	<b>39,483.00</b>	<b>8,243.00</b>

**LOANS AND ADVANCES**

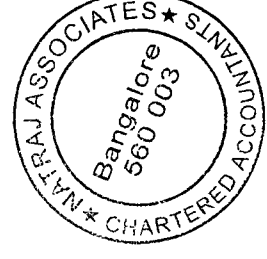
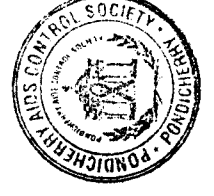
**Schedule 17**

Particulars	As at 31-Mar-15 (Rs.)	As at 31-Mar-14 (Rs.)
Advance to NGOs	8,555,067.00	0.00
Advance to District Authorities	84,784.00	160,821.00
<b>Total</b>	<b>8,639,851.00</b>	<b>160,821.00</b>

**FIXED ASSETS**

**Schedule 16**

Particulars	As at 31-Mar-15 (Rs.)	As at 31-Mar-14 (Rs.)
Office Equipment	220,852.00	0.00
<b>Total</b>	<b>220,852.00</b>	<b>0.00</b>





# Medicines

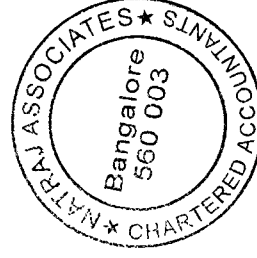
## Schedule 19

Particulars	As at 31-Mar-15 (Rs.)	As at 31-Mar-14 (Rs.)
STI Drugs	0.00	154,667.00
<b>Total</b>	<b>0.00</b>	<b>154,667.00</b>

# Training and Workshops

## Schedule 20

Particulars	As at 31-Mar-15 (Rs.)	As at 31-Mar-14 (Rs.)
Training	0.00	37.00
<b>Total</b>	<b>0.00</b>	<b>37.00</b>



**Operational Expenses**

**Schedule 27**

Particulars	As at 31-Mar-15 (Rs.)	As at 31-Mar-14 (Rs.)
Travelling Expenses	11,224.00	0.00
Bank Charges	0.00	100.00

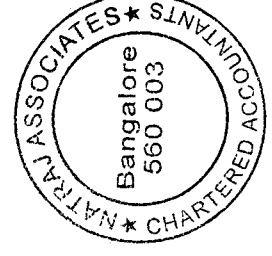
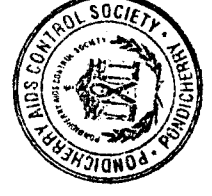
**Schedule NULL**

Particulars	As at 31-Mar-15 (Rs.)	As at 31-Mar-14 (Rs.)
Meeting Expenses	24,706.00	18,320.00
<b>Total</b>	<b>24,706.00</b>	<b>18,320.00</b>

**Balance with Bank**

**Schedule 31**

Particulars	As at 31-Mar-15 (Rs.)	As at 31-Mar-14 (Rs.)
TIPF-Bank	675,730.00	1,822,880.00
<b>Total</b>	<b>675,730.00</b>	<b>1,822,880.00</b>



# Pondicherry SACS - TI Pool Fund

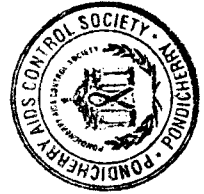
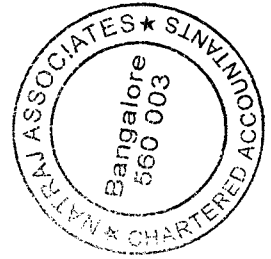
National AIDS Control Project - Phase III

## Sources and Uses of Funds

As on: 31-Mar-2015

Year----->

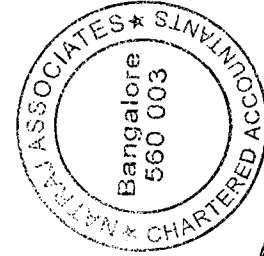
Particulars		2013-14	2014-15
Opening balance of Net Current Assets	Balance in Bank (01)	0.00	1,822,880.00
Sources of funds	Grant from NACO to SACS	9,127,000.00	7,710,000.00
	Miscellaneous Receipts (04)	8,243.00	97,036.00
Utilisation of funds	Expenses (05)	7,312,363.00	8,324,379.00
	Fixed Assets (06)	0.00	220,852.00
Closing balance of Net Current Assets	Balance in Bank (07)	1,822,880.00	675,730.00
	Advances (08)	0.00	408,955.00



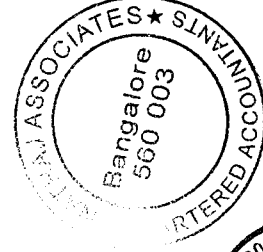
# Pondicherry SACS

Year----->

Particulars		2013-14	2014-15
Balance in Bank (01)	TIPF-Bank	0.00	1,822,880.00
	Total	0.00	1,822,880.00
Miscellaneous Receipts (04)	Interest from Bank	8,243.00	97,036.00
	Total	8,243.00	97,036.00
Expenses (05)	Bank Charges	3,432.00	3,432.00
	Campaigns	85,745.00	161,478.00
	Honorarium	1,828,742.00	2,674,834.00
	Meeting Expenses	197,080.00	175,980.00
	NGO Services for Priority Interventions	153,321.00	0.00
	Other Administration Cost	103,050.00	162,532.00
	Postage/Courier	21,968.00	6,285.00
	Printing & Stationery	94,773.00	88,577.00
	Rent, Rates & Taxes	526,530.00	536,000.00



	2013-14	2014-15
<b>Expenses (05)</b>		
Salary	3,444,271.00	3,773,274.00
STI Drugs	169,667.00	91,320.00
Telephone/Communication Expenses	74,412.00	85,448.00
Training	133,748.00	30,096.00
Travelling Expenses	414,650.00	492,854.00
Water and Electricity Charges	60,893.00	42,269.00
<b>Total</b>	<b>7,312,363.00</b>	<b>8,324,379.00</b>
<b>Fixed Assets (06)</b>		
Office Equipment	0.00	220,852.00
<b>Total</b>	<b>0.00</b>	<b>220,852.00</b>
<b>Balance in Bank (07)</b>		
TIPF-Bank	1,822,880.00	675,730.00
<b>Total</b>	<b>1,822,880.00</b>	<b>675,730.00</b>
<b>Advances (08)</b>		
Advance to NGOs	0.00	408,955.00
<b>Total</b>	<b>0.00</b>	<b>408,955.00</b>





# Pondicherry SACS - TI POOL FUND

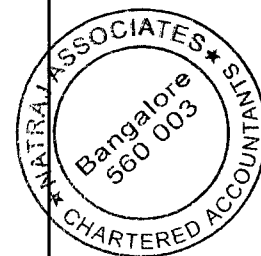
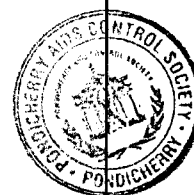
National AIDS Control Project - Phase III

## Bank Reconciliation Statement

Bank Code TIPF-Bank (3133)

As on 31-Mar-2015

Particulars	Amount (Rs.)	Amount (Rs.)
Closing Balance as per Bank Book		675,730.00
<b>ADD</b>		
Cheques issued but not presented for payment	1,739,134.00	
Directly Credited by Bank	0.00	
		<b>1,739,134.00</b>
<b>LESS</b>		
Cheques deposited but not cleared	2,300,900.00	
Directly Debited by Bank	0.00	
		<b>2,300,900.00</b>
Closing Balance as per Bank Statement		113,964.00

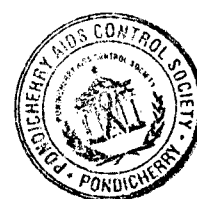


## Cheques deposited but not cleared

Voucher Number	Voucher Date	GL Head	Particulars	Instrument Number	Instrument Date	Amount (Rs.)
BRV/201411000010	31-Mar-2015	Grant from NACO to SACS (4603)	Being amount received towards Grant -In -Aid from NACO for the financial year 2014-15.	675204	31-Mar-2015	2,300,000.00
BRV/201411000011	31-Mar-2015	Office Equipment (2206)	Being amount received towards sale of Old Computer Printers.	8	31-Mar-2015	900.00
						<b>2,300,900.00</b>

## Cheques issued but not presented for payment

Voucher Number	Voucher Date	GL Head	Particulars	Instrument Number	Instrument Date	Amount (Rs.)
BPV/201411000028	31-Mar-2015	Travelling Expenses (2123)	Being advance amount paid (Final Installment) towards conduct of FSW /MSM/ Migrant / Core-Composite Projects at Puducherry / KKL / Yanam region for the financial year 2014-15.	089189	31-Mar-2015	1,702,685.00
BPV/201411000029	31-Mar-2015		Being amount paid towards purchase of Computer Printers and delivered to TI-NGOs.	089190	31-Mar-2015	25,225.00
BPV/201411000030	31-Mar-2015		Being amount paid towards TA/DA to participants (NGO-WISE -Yanam) to attend De-Brefying meeting at PACS office.	089191	31-Mar-2015	11,224.00
						1,739,134.00



## Utilisation Certificate

Certified that an amount of Rs. **7,710,000.00** received as grants-in-aid received from Department of AIDS Control (NACO) during the Fin.Year **2014-15** vide letter No. given below and opening Cash/Bank Balance Rs. **1,822,880.00** (and Current Liabilities of Rs.**0.00**)and outstanding Advances for Rs. **0.00** on account of unspent balance brought forward from the previous financial year, and Bank Interest and Miscellaneous Receipts of Rs. **97,036.00**. a sum of Rs. **8,545,231.00** has been utilized for the purpose for which it was sanctioned and the Cash/Bank balance of Rs. **675,730.00** (and Current Liabilities of Rs. **0.00** )and outstanding advances of Rs.**408,955.00**. remaining unutilized at the end of the year will be adjusted towards the grants-in-aid payable during the next year .

Sl. No.	Sanction letter Number and Date	Amount
1.	T-11017/13/2014-15-NACO(FIN)/19-5-14	26,99,000.00
2.	T-11017/36/2014/NACO(F)/10.10-2014	27,11,000.00
3.	T-11017/36/2014-15/NACO(F)(PT)/3-3-15	23,00,000.00
	<b>Total</b>	<b>7,710,000.00</b>

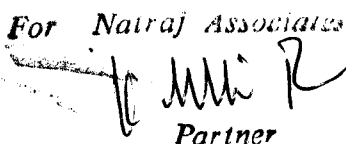
2. Certified that I have satisfied myself that the conditions on which the grants-in-aid was sanctioned have been duly fulfilled/are being fulfilled and that I have exercised the following checks to see that the money was actually utilized for the purpose for which it was sanctioned.

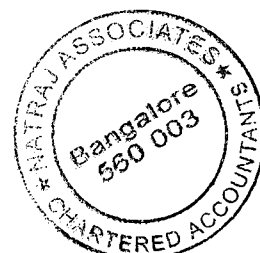
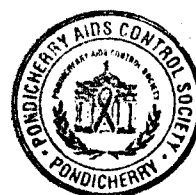
### Kinds of checks exercised

1. Statement of Expenditures
2. Annual Financial Statements

**Countersigned**

\_\_\_\_\_  
(Chartered Accountant)

For Natraj Associates  
  
 Partner

\_\_\_\_\_  
(Project Director)




Opening balance of Net Current Assets	Amount (Rs.)
TIPF-Bank	1,822,880.00
	<u>1,822,880.00</u>
Sources of funds	Amount (Rs.)
Grant from NACO to SACS	7,710,000.00
	<u>7,710,000.00</u>
Utilisation of funds	Amount (Rs.)
STI Drugs	91,320.00
Training	30,096.00
Salary	3,773,274.00
Travelling Expenses	492,854.00
Rent, Rates & Taxes	536,000.00
Telephone/Communication Expenses	85,448.00
Honorarium	2,674,834.00
Bank Charges	3,432.00
Printing & Stationery	88,577.00
Water and Electricity Charges	42,269.00
Postage/Courier	6,285.00
Other Administration Cost	162,532.00
Campaigns	161,478.00
Meeting Expenses	175,980.00
Office Equipment	220,852.00
	<u>8,545,231.00</u>
Bank Interest & Miscellaneous Receipts	Amount (Rs.)
Interest from Bank	97,036.00
	<u>97,036.00</u>
Closing balance of Net Current Assets	Amount (Rs.)
TIPF-Bank	675,730.00
Advance to NGOs	408,955.00
	<u>1,084,685.00</u>

