

JAISWAL BRAJESH & CO.
CHARTERED ACCOUNTANTS

HO: Flat No. 402, Nagina Complex, Behind
A.N. College, Shiv Puri, Patna-23
jbcpatna1996@gmail.com

PROJECT FINANCIAL STATEMENT

Bihar Kosi Basin Development Project (KOSI-II)

**Audit
Report**

March 31st

2020

**Funded by - IDA
Loan/Credit No.-5696-IN
Project id - P127725**

**BIHAR AAPDA
PUNARWAS EVAM
PUNARNIRMAN
SOCIETY(BAPEPS)**

H.O. : Flat No. 402, Nagina Complex, Behind A.N. College, Shiv Puri, Patna-23 (Bihar) – 0542-2364006
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INDEPENDENT AUDITORS REPORT

Report on the Audit of the Project Financial Statements of BIHAR KOSIBASIN DEVELOPMENT PROJECT (KOSHI -II)(IDA- Loan No.5696 IN)

Opinion

We have audited the accompanying Special Purpose Project Financial Statement of BIHAR KOSI BASIN DEVELOPMENT PROJECT (KOSI-II) financed by the International Development Association (IDA) the World Bank under **Credit -5696** and implemented by BIHAR AAPDA PUNARWAS EVAM PUNARNIRMAN SOCIETY(BAPEPS). These Project Financial Statements (PFS) comprise of the Balance Sheet as at **31st March 2020**, the Receipt and Payment Account and the Income and Expenditure Account for the year ended on that date, a statement of the significant accounting policies, other explanatory information and statement of reconciliation of claims. We have also audited Interim Financial Reports (IFR) submitted to World Bank during the year ended on that date for reconciliation with audited expenditure. We have covered period from 01st April 2019 to 31st March 2020.

In our opinion, and to the best of our information and explanation given to us the aforesaid special purpose Project Financial Statement give a true and fair view of the receipts and disbursements of the Project for the year ended on March 31, 2020 and the expenditure of the Project for the year ended on March 31, 2020, in accordance with the financial reporting provisions of the General Conditions of the World Bank read with the Financing Agreement and Project Agreement both dated 20.01.2016.

Basis of Opinion

We have conducted our audit in accordance with the Standards on Auditing issued by Institute of Chartered Accountants of India (ICAI). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the PFS section of our report. We are independent of the Project implementing agency (BAPEPS) in accordance with the ICAI's Code of Ethics for undertaking this assignment and we have fulfilled our ethical responsibilities in accordance with ICAI's Code of Ethics. We believe that the audit evidence which we have obtained is sufficient and appropriate to provide a basis for our opinion.

Emphasis of Matter

The PFS is prepared to assist the BAPEPS to meet the financial reporting requirements of the Project's Financing Agreements, Financing for Investment Project Financing in respect of preparation of the PFS in a manner to reflect the operations, resources and expenditures related to the Project. As a result, these special purpose financial statements may not be suitable for another purpose. Our opinion is not modified in respect of this matter.

Responsibilities of Management and those charged with Governance for the Project Financial Statements

The Management of the implementing agency is responsible for the preparation and fair presentation of the PFS. These responsibilities also include maintenance of adequate accounting records in accordance with the Financial management manual of the Society (BAPEPS) for safeguarding the assets of the Society and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, For ensuring the accuracy and completeness of the



accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

The management and those charged with governance are responsible for overseeing the implementing agency's financial reporting process.

Auditor's Responsibilities for the Audit of the Project Financial Statements

Our objectives are to obtain reasonable assurance about whether the PFS as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but not a guarantee that an audit conducted in accordance with the Standards of Auditing will always detect a material misstatement when it exists. Misstatement can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with Standards of Auditing, we exercise professional judgment and maintain skepticism throughout the audit. We also

- Identify and assess the risks of material misstatement of the PFS, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosure made by management.
- Evaluate the overall presentation, structure and content of the PFS, including the disclosures and whether these financial statements present the Project's operations and underlying transactions and events in a manner that achieves fair presentation in accordance with the financial reporting framework with accounting principles generally accepted in India.
- Communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and assignment audit findings, including any significant deficiencies in internal control that we identify during our audit.
- Provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be sought to bear on our independence, and where applicable, related safeguards.



Report on Other Legal and Regulatory Requirements

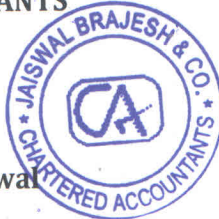
Further to our opinion on the Project Financial Statements (PFS) we further report that:

- We have sought and obtained all the information and explanations which to the of our knowledge and belief were necessary for the purpose of our audit;
- In our opinion , proper books of accounts have been kept by the implanting agency for the Project purposes so far as appears from our examination of those books;
- The PFS dealt with by this report are in agreement with the books of accounts;
- The Projects funds were utilized for the purposes for which they were provided;
- Expenditures, including assets created under the project, shown in the PFS are eligible for financing under the Project Financing Agreements;
- Interim Financial Reports (IFR) submitted by the Project management can be relied upon to support disbursement under the credit and adequate supporting documentation has been maintained to support these claims;
- Procurement has been carried out in line with the agreed procedures as detailed in the operations Manual/Procurement Manual/Project Implementation Plan/Legal Agreements; and
- The Project Implementing Agency (BAPEPS)has an adequate internal financial control system and such controls were operating effectively as at March 31, 2020 and the Project complies with the provisions on financial management contained in the Operations Manual/ Project Implementation Plan/ Financial Management Manual, in all material aspects.

For ,JAIHWAL BRAJESH & CO.
CHARTERED ACCOUNTANTS
FRN: 07915C

Brajesh

CA Brajesh Kumar Jaiswal
Partner



UDIN: 20077043AAAAAM5871
PLACE: Patna
DATED: 23.12.2020

Balance Sheet as at 31st March 2020

As at 31 March, 2019		As at 31 March, 2020		As at 31 March, 2019		As at 31 March, 2020	
As at 31 March, 2019	Liabilities	Schedule No	As at 31 March, 2020	Assets	Schedule No	As at 31 March, 2020	(Amount in Rs.)
6,455,708,254.00	Grant from Government of Bihar -			Fixed Assets	3	308,084.00	
-	Unutilized Grant at the beginning of the year		3,424,421,660.00	Current Assets, Loans & Advances -	6	9,011.00	
-	Add : Grant received during the year		-	Cash in Hand	4	2,348,686,197.52	
3,031,286,594.00	Less: Grant Return to Plan. & Dev. Dept.	1	2,228,312,954.20	Balance with Banks			
-	Less : Project Revenue Expenditure during the year		308,084.00				
-	Less : Project Capital Expenditure during the year	3					
3,424,421,660.00	Unutilized Grant at the close of the Year		1,195,800,621.80	Cheque in hand/Funds in transit			
-	Capital Fund		308,084.00	Advances & other Current Assets	5	32,841,444.00	
1,097,622,279.20	Current Liabilities	2	1,185,736,030.72				
4,522,043,939.20	Total		2,381,844,736.52	Total		2,381,844,736.52	

Significant Accounting Policies & Notes to Account
The Schedules referred to above form an integral part of the Balance Sheet

In terms of our report of even date



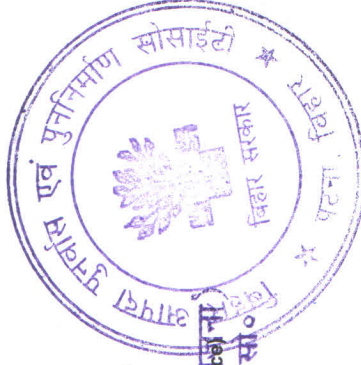
For and on behalf of
For, Jaiswal Brajesh & Co.
Chartered Accountants

CA Brajesh Kumar Jaiswal
Partner

UDIN : 20077043AAAAAAM5871

Place : Patna

Date : 23.12.2020



For and on behalf of
Bihar Aapda Punaarwas Evam Punarnirman Society

Kumar Brajesh

उप निदेशक (वित्त)
वि० अ (Revenue Director, PWD) पटना

उप निदेशक (वित्त)
वि० आ० पु० पु० सो०
बिहार, पटना

Bihar Aapda Punarwas Evam Punarnirman Society
 Bihar Kosi Basin Development Project (Credit No. 5696)
Income & Expenditure Account for the Financial Year ended 31st March 2020

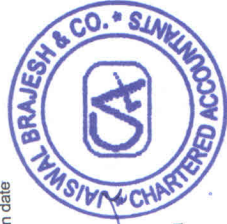
(Amount in Rs.)						
For the Year ended 31st March, 2019	Expenditure	Schedule No	For the Year ended 31st March, 2020	Income	Schedule No	For the Year ended 31st March, 2020
690,079,342.00	Main Project Expenditure - Improving Flood Risk Management Enhancing Agricultural Productivity & Competitiveness Reconstruction of Road Reconstruction of Bridges Contingent Emergency Response Improving Emergency Response Capacity	1	857,309,758.00	Fund Received to the extent utilised during the year		2,228,621,038.20
33,204,127.00		66,133,794.00				
1,091,689,279.00		499,655,279.00				
1,202,131,242.00		770,605,050.00				
14,182,604.00	Project Management and Technical Assistance	7	34,609,073.20	Less: Expenditure in Fixed Assets transferred to Capital Fund Account	3	308,084.00
3,031,286,594.00	Total	10	2,228,312,954.20	Total		2,228,312,954.20

Significant Accounting Policies & Notes to Account
 The Schedules referred to above form an integral part of the Balance Sheet.

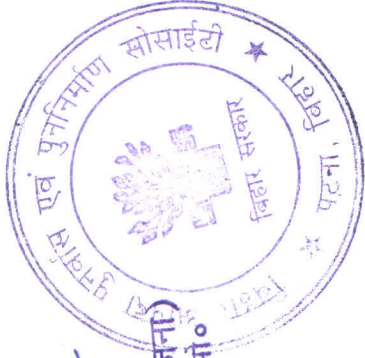
In terms of our report of even date

For and on behalf of
 For, Jaiswal Brajesh & Co.
 Chartered Accountants

CA Brajesh Kumar Jaiswal
 Partner
 UDIN : 20077043AAAAM5871
 Place : Patna
 Date : 23.12.2020



For and on behalf of
 Bhisagpda Punaarwas Evam Punarnirman Society
 उप निदेशक (विच)
 वि० आ० पु० पु० सो०
 बिहार, पटना



Bihar Aapda Punarwas Evam Punarnirman Society
Bihar Kosi Basin Development Project (Credit No. 5696)
Schedules forming part of the Balance Sheet as at 31st March 2020

Schedule 1 - Project Revenue Expenditure during the year

(Amount in Rs.)

Particulars	As at 31st March 2020	As at 31 March, 2019
Improving Flood Risk Management	857,309,758.00	690,079,342.00
Reinforcement of Flood Control Infrastructure	722,979,760.00	54,145,700.00
Strengthening of Institutional Capacity to manage flood risk	134,329,998.00	635,933,642.00
Enhancing Agriculture Productivity & Competitiveness	66,133,794.00	33,204,127.00
Intensification & Diversification of Production System	34,952,186.00	5,415,065.00
Strengthening of Agriculture Value Chain	-	-
Institutional Development & Market Led Extension	31,181,608.00	27,789,062.00
Augmenting Connectivity	1,270,260,329.00	2,293,820,521.00
Strengthening of Roads	499,655,279.00	1,091,689,279.00
Institutional Strengthening activities at RWD	-	-
Construction of bridges	770,605,050.00	1,202,131,242.00
Contingent Emergency Response	34,609,073.20	14,182,604.00
Implementation Support	15,732,350.20	11,236,212.00
Incremental Operating Costs (SPMU)	15,732,350.20	11,236,212.00
Incremental Operating Costs (IA'S & their sub-Implementing Units)	968,454.00	818,606.00
Consultancies & Technical Services at SPMU level	17,530,669.00	2,127,786.00
Training and Exposure Visits	377,600.00	-
Total	2,228,312,954.20	3,031,286,594.00

Schedule 2 - Current Liabilities

(Amount in Rs.)

Particulars	As at 31st March 2020	As at 31 March, 2019
Labour Cess	259,315.21	3,769,253.21
Royalty (BRPNL)	-	32,681,504.00
Royalty (MD) (RWD & WRD)	45,772,612.00	31,773,773.00
Royalty (RWD & WRD)	3,369,562.00	4,096,801.00
Royalty (Seigniorage fee) RWD	261,326.00	3,411,931.00
M D (QT) WRD	4,602,205.00	18,623,488.00
M D (BRPNL)	605,040.00	1,274,710.00
With Held Variation (BRPNL)	2,500,000.00	-
Penalty for Royalty	126,588.00	-
Labour Cess Collection Charges	412,103.79	226,372.79
Bank Interest	790,398,397.52	619,622,970.00
Retention Money (Credit)	312,181,298.00	357,315,048.00
GST (RWD)	481,426.00	1,019,914.00
Performance Security Deposit	17,271,686.00	13,997,694.00
TDS	501,360.00	1,015,346.00
Time Extension & LD	6,583,002.00	8,783,812.00
Miscellaneous Receipt (WRD)	400,447.00	-
BKFRP	9,662.20	9,662.20
Total	1,185,736,030.72	1,097,622,279.20

Schedule 3 - Fixed Assets

(Amount in Rs.)

Particulars	As at 31st March 2019	Purchased during the Year	Adjustments/ disposal during the Year	As at 31st March, 2020
a. Project Management				
Computer & Printers (SPMU)	-	132,500.00	-	132,500.00
Furniture & Fixture	-	175,584.00	-	175,584.00
Electric Equipment	-	-	-	-
b. Emergency Response				
Total	-	308,084.00	-	308,084.00



Bihar Aapda Punarwas Evam Punarnirman Society
Bihar Kosi Basin Development Project (Credit No. 5696)
Schedules forming part of the Balance Sheet as at 31st March'2020

Schedule 4 - Balance with Banks

Particulars	(Amount in Rs.)	
	As at 31 March, 2020	As at 31 March, 2019
Balance with bank (SPMU)		
CBI- A/c No- 3521752345	17,059,958.00	16,442,313.00
CBI Imprest	-	1,786.20
State Bank of India A/c no. 35623198288	27,696,325.00	26,841,398.00
Canara Bank (Animal & Fisheries)	133,260,371.00	44,046,803.00
Canara Bank (BRPNNL)	263,519,682.00	186,873,217.00
CBI (BRPNNL)	18,751,757.00	18,072,862.00
Canara Bank (WRD) A/c no.0352101045110	698,440,555.00	810,105,483.00
Canara Bank (RWD) A/c no.0352101044078	468,527,575.00	776,963,089.00
Canara Bank A/c no.0352101044059	-	146,084.00
Canara Bank A/c no.0352101044059 (Sweep Account)	721,576,058.52	-
Total	2,348,686,197.52	4,452,625,161.20

Schedule 5 - Advances & Other Current Assets

Particulars	(Amount in Rs.)	
	As at 31 March, 2020	As at 31 March, 2019
Advance to contractors		
1st Secured Advance (BRPNNL)	1,431,831.00	30,864,232.00
1st Secured Advance (WRD)	-	3,150,000.00
2nd Secured Advance (BRPNNL)	20,326,919.00	28,624,265.00
Equipment Advance (BRPNNL)	1,743,981.00	2,128,625.00
Mobilization Advance (BRPNNL)	2,700,000.00	3,965,852.00
Mobilization Advance (RWD)	-	468,575.00
Other Advance		
Imprest Advance (SPMU)	32,473.00	33,318.00
Imprest Advance (AFRD)	240.00	240.00
Advance Office Rent (AFRD)	178,500.00	178,500.00
Advance to District (AFRD)	1,054,834.00	-
Advance Security Money	5,000.00	5,000.00
Income Tax (TDS)	5,367,666.00	-
Total	32,841,444.00	69,418,607.00

Schedule 6 - Cash in hand

Particulars	(Amount in Rs.)	
	As at 31 March, 2020	As at 31 March, 2019
Cash in Hand		
AFRD	9,011.00	171.00
Total	9,011.00	171.00



Bihar Aapda Punarwas Evam Punarnirman Society
Bihar Kosi Basin Development Project (Credit No. 5696)
Schedules of Income & Expenditure Account

Schedule 7

(Amount in Rs.)

Project Management and Technical Assistance	For the period Year 31st March, 2020		For the Year ended 31st March, 2019
Administrative & Salaries (SPMU)	12,252,813.00		
Consultancies & Technical Services (SPMU)	17,530,669.00		
Legal Expenses (SPMU)	683,861.00	32,719,950.00	12,470,172.00
Advertisement Expenses (SPMU)	-		
Travelling Expenses (SPMU)	53,287.00		
Rent (SPMU)	1,821,720.00		
Training & Exposure (SPMU)	377,600.00		
Contingency Expenses (SPMU)	400,216.00		
Contingency Expenses (Implimenting Agencies)	968,454.00	1,368,670.00	1,260,421.00
Contingency Expenses (DPMU)	-		
Contingency Expenses (BPMU)	-		
Vehicle & Mobility Cost (SPMU)	504,633.00		
Vehicle & Mobility Cost (DPMU)	-	504,633.00	434,317.00
Vehicle & Mobility Cost (BPMU)	-		
Bank Charges (SPMU)	15,820.20		
Bank Charges (DPMU)	-	15,820.20	17,694.00
Bank Charges (BPMU)	-		
Total		34,609,073.20	14,182,604.00



Receipts & Payments Account for the Financial Year ended 31st March 2020

For the Year ended 31st March, 2019	Receipts	Schedule No	For the Year ended 31st March, 2020	For the Year ended 31st March, 2019	Payments	Schedule No	(Amount in Rs.) For the Year ended 31st March, 2020
-	Opening Balance -		171	-	Main Project Expenditure		-
6,943,697,134	Cash in Hand	4	4,452,625,161	690,079,342	Improving Flood Risk Management		857,309,758
-	Cash at Bank		-	1,091,689,279	Reconstruction of Road		499,655,279
-	Fund in Transit		-	1,202,131,242	Reconstruction of Bridges		770,605,050
-	Funds Received During the year		-	33,204,127.00	Enhancing Agricultural Productivity & Competitiveness		66,133,794
-	Grant in Aid from Govt. of Bihar		-	14,182,604	Project Management and Technical Assistance		34,609,073
846,478,064	Other Fund	8	562,976,990	-			-
7,790,175,198	Total	10	5,015,602,322	7,790,175,198	Total		5,015,602,322
					Fixed Assets purchased during the year	3	2,228,312,954
					Payments during the year	9	308,084
					Closing Balance -		438,286,075
					Cash at Bank		2,348,686,198
					Fund in Transit		-
					Cash in Hand		9,011

Significant Accounting Policies & Notes to Account
The Schedules referred to above form an integral part of the Balance Sheet

In terms of our report of even date

For and on behalf of
For, Jaiswal Brajesh & Co.
Chartered Accountants
CA Brajesh Kumar Jaiswal
Partner
UDIN : 20077043AAAAAM5871
Place : Patna
Date : 23.12.2020



For and on behalf of
Bihar Aapda Punarwas Evam Punarnirman Society
उप निदेशक (वित्त)
वि० (Deputy Director) बिहार, पटना



**Bihar Aapda Punarwas Evam Punarnirman Society
Bihar Kosi Basin Development Project (Credit No. 5696)**

Schedules forming part of the Receipt & Payment as at 31st March 2020

Schedule 8 - Receipt During the Year

(Amount in Rs.)

Particulars		As at 31 March, 2019	As at 31 March, 2020
GST		33,362,755.00	46,774,364.00
Labour Cess	-	29,496,660.00	19,582,322.00
Labour Cess collection Charges		226,372.79	185,731.00
Royalty (BRPNNL)	-	17,134,067.00	18,099,770.00
Royalty (MD) (RWD &WRD)	-	26,455,111.00	20,100,551.00
Royalty (RWD &WRD)		15,263,422.00	15,847,099.00
TDS		60,551,803.00	46,191,071.00
Royalty (Seigniorage fee)		7,914,273.00	3,034,651.00
Miscellaneous Deposit (BRPNNL)	-	-	669,670.00
Withheld Variation (BRPNNL)	-	-	2,500,000.00
Bank Interest (SPMU)	-	252,144,595.00	170,775,427.52
Retainment Money	-	182,251,611.00	111,892,761.00
Performance Security Deposit		6,692,353.00	4,944,921.00
Time Extention		2,538,188.00	-
Liquidity Damages		7,488,136.00	17,109,288.00
MD QT		25,063,517.00	7,142,078.00
GIS		960.00	1,440.00
GPF		80,000.00	120,000.00
BKFRP		5,136,344.20	-
Miscellaneous Receipt (WRD)		-	400,447.00
Secured Advance (BRPNNL)	-	80,310,957.00	70,505,030.00
Secured Advance (WRD)		34,650,000.00	3,150,000.00
Equipment Advance (BRPNNL)	-	10,439,261.00	384,644.00
Mobilization advance (RWD)	-	2,286,425.00	468,575.00
Mobilization advance (BRPNNL)	-	39,364,059.00	2,765,852.00
AFRD Advances	-	-	90,452.00
Advance to LASA Pvt. Ltd.		6,565,000.00	-
Cox & King		900,000.00	-
Advance to employee		162,194.00	240,845.00
Total	-	846,478,063.99	562,976,989.52



**Bihar Aapda Punarwas Evam Punarnirman Society
Bihar Kosi Basin Development Project (Credit No. 5696)**

Schedule 9 - Payment during the Year

(Amount in Rs.)

Particulars		As at 31 March,2019	As at 31 March,2020
GST		32,421,501.00	47,312,852.00
Labour Cess	-	26,055,104.79	23,092,260.00
Royalty (BRPNL)	-	7,559,419.00	50,654,686.00
Royalty (MD) (RWD &WRD)	-	9,290,271.00	6,101,712.00
Royalty (RWD &WRD)		12,657,374.00	16,574,338.00
TDS		59,563,232.00	46,705,057.00
Royalty (Seigniorage fee)		7,991,193.00	6,185,256.00
VAT	-	-	669,670.00
Miscellaneous Deposit (BRPNL)		-	669,670.00
Performance Security Deposit	-	-	1,670,929.00
Time Extension	-	-	1,764,718.00
Retention Money	-	63,287,086.00	157,026,511.00
Liquidity Damages		1,507,408.00	17,545,380.00
MD QT		6,440,029.00	21,163,361.00
GIS		960.00	1,440.00
GPF		80,000.00	120,000.00
BKFRP		5,126,682.00	-
TDS F.Y.2019-20		-	5,367,666.00
Secured Advance (BRPNL)	-	35,382,260.00	32,775,283.00
Secured Advance (WRD)		37,800,000.00	-
Mobilization advance (BRPNL)	-	-	1,500,000.00
AFRD Advance		-	1,145,286.00
Advance Security Money		5,000.00	-
Cox & King		900,000.00	-
Advance to employee		195,752.00	240,000.00
Total	-	306,263,271.79	438,286,075.00



PROJECT: BIHAR KOSI BASIN DEVELOPMENT PROJECT (KOSI-II)

IMPLEMENTATED BY :-BIHAR AAPDA PUNARWAS EVAM PUNARNIRMAN SOCIETY (BAPEPS)

SCHEDULES FORMING PART OF BALANCE SHEET AS ON 31ST MARCH'2020

SCHEDULE-10

PART A-SIGNIFICANT ACCOUNTING POLICIES

Significant accounting policies adopted in the presentation of accounts are as under:

- A. Basis of Accounting:-** Project Accounts have been maintained on cash basis of accounting, double entry book keeping system on historical cost convention following Accounting Standards generally accepted in India.
- B. Recognition and treatment of Grant in Aid:-** Fund received from Government of Bihar has been recognized as income to the extent of the revenue expenditure made during the year and the unutilized balance is carried forward in Balance Sheet.
- C. Treatment of Interest Earned and Other Income:-** Interest earned on balance/s in Project bank accounts arising from the Project are recognized as liability in the Balance Sheet and dealt with as decided by the Governing Body.
- D. Fixed Assets:-** Fixed Assets are stated at their cost of acquisition including taxes, duties, freight and other incidental expenses relating to their acquisition, and substantial expenditure on subsequent improvements thereto. Fixed Assets received in kind are stated at a nominal value of Re. 1 only.
- In case of Fixed Assets acquired through Project grants and owned by BAPEPS, an amount equivalent to the cost of acquisition is credited to a Capital Fund and shown in the Balance Sheet. On disposal of such Fixed Asset, equivalent amount are reduced from the Capital Fund.



Fixed Assets acquired through Project grants but are owned by or vested in other line departments/agencies should not be accounted for as Fixed Assets and are shown as Project expenditure.

Depreciation is not provided on Fixed Assets.

- E. Treatment of Advances:-** All sorts of advance under the contract paid to the contractor treated as current assets and as when regular bill is put up for payment, actual payment is to be booked in the cash book after adjusting the advance in instalment.
- F. Bank Accounts:-** Balance at Bank has been shown for dedicated bank accounts opened in the name of BAPEPS.



PART-B NOTES TO ACCOUNTS:-

The Bihar Aapda Punarwas Evam Punarnirman Society (BAPEPS) is a society registered under the Societies Registration Act 1860 formed with the objective of rehabilitation and reconstruction of disaster affected areas and bringing convergence between all agencies working in this field. BAPEPS is under the State Planning and Development Department and has a General Body and an Executive Committee, whose powers and functions are detailed in the memorandum and bye laws of the Society. BAPEPS is headquartered in Patna is presently implementing Bihar Kosi Basin Development Project (KOSI-II) (BKBDP) - supported by the World Bank.

1. **Grant from Government of Bihar** :- BKBDP received following grants from Govt. of Bihar till 31.03.2019, letter wise details of grant is as follows:

S.N.	PARTICULARS	AMOUNT (Rs.)
1.	1-16/2015-65 Allotment, Dated; 08.09.2015 Code: P4070000510114	2,40,61,00,000.00
2.	1-06/2017-29 Allotment Dated; 30.03.2017 Code: P-2235012020105	6,67,47,77,000.00
3.	1-06/2017-29 Allotment Dated; 30.03.2017 Code: P-2235017890101	1,28,67,04,000.00
4.	1-06/2017-29 Allotment Dated; 30.03.2017 Code: P-2235017960101	8,04,19,000.00
Total Grant upto 31.03.2020		10,44,80,00,000.00

2. **Interest earned** on balances in Project bank accounts arising from the Project are recognized as liability in the Balance Sheet and dealt with as decided by the General Body. During the year 2019-20, project has received Rs. 1708 Lakh as interest and details of Inertest shown under Current Liabilities are as under:-



PARTICULARS	AMOUNT (Rs.)
A. Opening balance as on 01.04.2019	61,96,22,970.00
B. Received during the year	17,07,75,427.52
C. Returned to Govt. during the year	0.00
D. Closing Balance as on 31.03.2020 (A+B-C)	79,03,98,397.52

3. **Project Expenditure:-**This Bihar Aapada Punarwas Evam Punarnirman Society (BAPEPS) is act as the SPMU for all components and responsible for the overall implementation of BKBDP. BAPEPS have the overall responsibility for the project implementation including.

Details of project expenditure during 2019-20 are as follows:-

S.NO.	Particulars	Amount(Rs.)
1.	AFRD	6,61,33,794.00
	Institutional Development for Market	3,11,81,608.00
	Intensification and Diversification of Agriculture	3,49,52,186.00
2.	Reconstruction of Bridges(BRPNL)	77,06,05,050.00
	Araria	4,25,40,253.00
	Madhepura	7,27,86,805.00
	Purnia	4,75,13,569.00
	Saharsa	27,39,37,894.00
	Supaul	33,38,26,529.00
3.	Reconstruction of Roads(RWD)	49,96,55,279.00
	Birpur	4,86,79,003.00
	Madhepura	6,04,81,207.00
	Saharsa	2,43,96,045.00
	Simri Bakhtiyarpur	16,40,57,238.00
	Supaul	4,47,22,890.00
	Triveniganj	4,03,76,430.00
	Udakishunganj	11,69,42,466.00
4.	WRD	85,73,09,758.00
	Non Structural	13,43,29,998.00
	Structural	72,29,79,760.00
	Total(A)	2,19,37,03,881.00



B. Details of Project Management & Tech Asst. Expenditure are during 2019-20 are as follows:

S.N.	Particulars	Amount(Rs.)
1.	BRPNNL	20,000.00
2	WRD	9,48,454.00
3	FIXED ASSETS	3,08,084.00
4	SPMU	3,36,40,619.20
	Total(B)	3,49,17,157.20
	Grand Total(A+B)	2,22,86,21,038.20
	As per IUFR(31.03.2019)	2,22,86,21,038.20
	Differences	0.00

4. **PROJECT BANK ACCOUNT :-** Funds has deposited in separate dedicated project bank account at the state level. Project specific dedicated 'child accounts' has been opened by each subordinate office i.e. BRPNNL, WRD, RWD, ANIMAL and FISHERIES RESOURCES DEPARTMENT with bank with whom, BAPEPS has such a banking relationship. BAPEPS has maintained Parent account and limits are transferred to dual signatory child accounts of the accounting centres as per procedures of parent-child accounting mechanism.



Bihar Kosi Basin Development Project (Credit No. 5696)
Reconciliation of audited expenditure with IUFR expenditure for the year ended 31st March 2020
 (Amount in Rs.)

Particulars	Component A – Improving Flood Risk Management	Component B – Enhancing Agricultural Productivity & Competitiveness	Component C – Augmenting Connectivity- Reconstruction of Roads & Bridges	Component D – Contingent Emergency Response	Component E – Implementation Support-Project Management & Technical Assistance etc	Total
Total Expenditure as per Audited Project Financial Statements	857,309,758.00	66,133,794.00	1,270,260,329.00	-	34,917,157.00	2,228,621,038.00
Revenue Expenditure (as per income and expenditure account)	857,309,758.00	66,133,794.00	1,270,260,329.00	-	34,609,073.00	2,228,312,954.00
Capital Expenditure (Schedule 2)	-	-	-	-	308,084.00	308,084.00
Add: Other eligible amounts (Liquidated Damages, Time Extension etc) Note:-1	-	-	2,200,810.00	-	-	2,200,810.00
Less: Ineligible Expenditure (Liquidated Damages, Time Extension etc) Note:-2	-	-	-	-	-	-
1. Eligible Expenditure as per audited PFS	857,309,758.00	66,133,794.00	1,272,461,139.00	-	34,917,157.00	2,230,821,848.00
2. Eligible Expenditure as per IUFR	857,309,758.00	66,133,794.00	1,272,461,139.00	-	34,917,157.00	2,230,821,848.00
3. (Excess)/Short Expenditure reported (1-2)	-	-	-	-	-	-
Note-3	0.67	0.67	0.67	0.67	0.67	-
4. Reimbursable %age	0.67	0.67	0.67	0.67	0.67	-
5. World Bank share (1*4) (as per audited Expenditure)	574,397,538.00	44,309,642.00	852,548,963.00	-	23,394,495.00	1,494,650,638.00
6. Reimbursement claimed for the year (as per IUFR submitted)	574,397,538.00	44,309,642.00	852,548,963.00	-	23,394,495.00	1,494,650,638.00
7. Adjustment of Short/ Excess Reimbursements as per filed claims to the World Bank	-	-	-	-	-	-
8. Actual claim reimbursed from WB after adjustment	574,397,538.00	44,309,642.00	852,548,963.00	-	23,394,495.00	1,494,650,638.00
9. Excess/Short Claim (5-8)	-	-	-	-	-	-

Note:-1. Other eligible amounts includes Rs. 436092/- towards liquidated damages and Rs. 1764718/- towards time extension respectively.

