

EXTERNAL AUDITOR REPORT

FOR

**BIHAR AAPDA PUNARWAS
EVAM PUNARNIRMAN SOCIETY**

CREDIT NO. 4802-IN

FOR

THE PERIOD 01/04/2015 TO 31/03/2016

As Submitted By

KRA & Co
(Chartered Accountants)
Naya Tola, Patna, Bihar 800001



K R A & CO.

(Chartered Accountants)

Naya Tola, Patna, Bihar 800001

INDEPENDENT AUDITORS' REPORT

To,
The Members,
Bihar Aapda Punarwas Evam Puarnirman Society (BAPEPS)

We have audited the accompanying financial statements of Bihar Aapda Punarwas Evam Punarnirman Society (BAPEPS) which comprise the Balance Sheet as at 31 March 2016, and the Receipt and Payment Account and the Income and Expenditure Account for the year ended on that date, and a summary of significant accounting policies and other explanatory information under Bihar Kosi Flood Recovery Project (IDA Credit No 4802-IN)

Management is responsible for the preparation of these financial statements that gives a true and fair view of the financial position, financial performance of the society in accordance with the Society's Registration Act, 1860. This responsibility includes the design, implementation and maintenance of internal controls relevant to the preparation and presentation of the financial statements that provides a true and fare view and are free from material misstatement whether due to fraud or error.

Our responsibility is to express an opinion on these financial Statements based relevant sample audit. We conducted our audit in accordance with Auditing and Assurance Standards issued by the Institute of Chartered Accountants of India. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatements.

An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risk of material misstatement of the financial Statements, whether due to fraud or error. In making those risk assessments, the auditor considers the internal control relevant to the company's preparation and fair presentation of the Financial Statements in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by management, as well as evaluating the overall financial statement presentation.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.



In our opinion and to the best of our information and according to the explanations given to us the financial statements read in conjunction with significant accounting policies, notes to accounts and schedule (1 to 12), give the information required by the act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India:

- I. In the case of Receipts and payments Account, the Receipts and Payments for the Society for the year ended on that date,
- II. In the case of Income and Expenditure Account, the income and expenditure of the Society for the year ended on that date,
- III. In the case of Balance sheet, of the state of affair of the Society as at March 31,2016,
- IV. In the case of a Statement of Significant Accounting Policies adopted for the preparation of the PFS and
- V. In the case of Explanatory Notes to the financial statements.

Also subject to our audit observations annexed as Annexure-A with the report, in our opinion and to the best of our information and according to the explanations given to us, we confirm,

- I. The project funds were utilized for the purposes for which they were provided
- II. Expenditures, including assets created under the project, shown in the PFS are eligible for financing under the project legal agreements and there were exclusively financed through the project funds and no other sources of funds have been received by APEPS for incurring these expenditures
- III. Expenditures reported in the interim unaudited financial reports (IUFRR) are in agreement with the books of account and IUFRRs can be relied upon to support these claims
- IV. Procurement has been carried by BAPEPS in line with the agreed procedures as detailed in the project legal agreement and the procurement manual
- V. The project has an adequate internal control system (including its continuing implementation and effectiveness) and adheres to the provisions of the project legal agreements, the Financial Management, Procurement and operations manual in all material aspects
- VI. The books of account that provide the basis for preparation of the PFS are established to reflect the financial transactions of the project, and are maintained by the implementation agency, the BAPEPS.


For KRA & CO
Chartered Accountants

Partner 503150
M.No. 2712116
Date:
Place: Patna

ANNEXURE A

1. During the course of audit we found that there are some cases of excess payment made to the beneficiaries. The same is also pending for adjustment. It has been accounted for as "Excess payment receivable from beneficiaries under the head Current Assets".
2. As required as per the scope of audit, we have conducted physical verification of houses and toilets completed during the financial year based on sampling strata as defined in the scope. On the basis of above we observed that process of adequate documentation and maintenance of individual files of the beneficiaries needs to be strengthened.
3. BAPEPS distributes funds under the HRC Scheme at each block level office as designed under the HRC Scheme and accordingly funds are further disbursed to the beneficiaries after follow up of prescribed procedures. There are some cases of adjustment between the block level administration and BAPEPS due to payment from non-dedicated bank accounts.
4. Bank Reconciliation Statements for each Bank Account checked and reported. On verification of Bank Reconciliation Statement, we found following observations:-
 - i) Amount credit by bank but not debited in Bank book amounting to Rs. 13,83,000/-
 - ii) Amount debited by bank but not credited in bank book amounting to Rs. 5,11,000/-
 - iii) Amount debited in cash book but bot credited in bank amounting to Rs. 14,02,286/-
5. Some amount pending to be paid to the beneficiaries due to non availability of correct bank account details
6. There are some cases of outstanding advances which are appearing in the books since long period and no utilization against the same received as on 31/03/2016. It is proposed to evaluate the recovery for the same and make requisite provisions for the bad debts if unrecoverable.
7. Statutory Compliances such as Deposit and filing of returns of TDS, Vat Returns, Royalty deposits, Labour Cess, Service Tax, ESI, PF and Income Tax were checked and reported.



Bihar Aapda Punarwas Evam Punarnirman Society

Kosi Flood Recovery Project (Credit No. 4802-IN)

Balance Sheet as at 31st March 2016

As at 31 March, 2015		As at 31 March, 2016		As at 31 March, 2015	Assets	Schedule No	As at 31 March, 2016
Liabilities Grant from Government of Bihar - Unutilized Grant at the beginning of the year Add : Grant received during the year Less: Grant Return to Plan. & Dev. Dept. Less : Project Revenue Expenditure during the year Less : Project Capital Expenditure during the year 24,90,688.00		4,55,39,93,578 2,62,01,00,000 - 1,52,67,50,813.30 4,91,840.00		91,41,886	Fixed Assets Current Assets, Loans & Advances - Balance with Banks Cheques in Hand/Funds in Transit Cash in Hand	2 3 4 5	96,33,726.00 19,98,11,124.00 6,68,50,59,190.60 - 42,922.00
1,84,75,48,228.00 4,80,36,00,000 2,09,46,63,962.00		5,64,68,50,925 96,33,726.00 1,23,80,62,312.20		16,028.00			
4,55,39,93,578 91,41,886 95,61,50,959		6,89,45,46,963		5,51,92,86,423	Total		6,89,45,46,963

11 & 12

Significant Accounting Policies & Notes to Accounts

In terms of our report of even date

For and on behalf of
For, KRA & CO.

Chartered Accountants



Place : Patna
Date : 27/12/16

For and on behalf of

Bihar Aapda Punarwas Evam Punarnirman Society

(Handwritten Signature)
27-12-16

(Deputy Director Finance)



**Bihar Aapda Punarwas Evam Punarnirman Society
Kosi Flood Recovery Project (Credit No. 4802-IN)**

Schedules to the Balance Sheet

Schedule 1 - Current Liabilities

(Amount in Rs.)

Particulars	As at 31st March 2015	During the year	As at 31 March, 2016
Tax deducted at Source (Supaul)	833.00	(800)	33.00
GIS	-	120	120.00
GPF	-	8,000	8,000.00
Labour Cess	13,16,640.00	9,31,515	22,48,155.00
Royalty	83,21,568.00	65,84,502	1,49,06,070.00
TDS on Contract	20,46,459.00	(20,34,878)	11,581.00
Service Tax	1,47,815.00	-	1,47,815.00
TDS on Professional Services	-	35,711	35,711.00
VAT	38,09,626.00	(36,17,700)	1,91,926.00
TDS on Salary	-	1,64,845	1,64,845.00
Retention Money	14,65,60,572.00	1,52,38,981	16,17,99,553.00
Maintenance Cost	9,28,74,623.00	3,59,32,751	12,88,07,374.00
Liquidity Damage	4,53,02,920.00	6,80,296	4,59,83,216.00
MD	3,52,176.00	-	3,52,176.00
Time Extention	-	5,41,566	5,41,566.00
Mobilization advance (BRPNL)	12.00	-	12.00
Other Receipts	110.00	-	110.00
Imprest Advance Ranjeet	499.00	-	-
BRPNL	14,41,685.00	-	14,41,685.00
Refund from Beneficiary			
Basantpur	2,95,000.00	(2,95,000)	-
Chhatapur	1,55,000.00	(45,000)	1,10,000.00
Triveniganj	12,63,000.00	(10,18,000)	2,45,000.00
Kumarkhand	68,000.00	-	68,000.00
Udakishunganj	35,000.00	(35,000)	-
Puraini	1,85,000.00	(1,85,000)	-
Pratapganj	7,000.00	5,000	12,000.00
Payable To Block Administration Office:			
Saurbazar	1,96,686.00	-	1,96,686.00
Madhepura	62,54,872.00	50,00,000	1,12,54,872.00
Udakishunganj	59,710.00	-	59,710.00
Kumarkhand	2,08,85,245.00	70,000	2,09,55,245.00
Bihariganj	10,18,000.00	4,90,000	15,08,000.00
Murliganj	2,54,14,578.00	-	2,54,14,578.00
Shankarpur	1,93,83,557.00	-	1,93,83,557.00
Singeshwar	24,37,399.00	177	24,37,576.00
Chatapur	-	1,02,60,830	1,02,60,830.45
Bank Interest (SPMU)	44,55,34,578.00	16,19,21,529.00	60,74,56,107.00
Bank Interest (DPMU)			
Saharsa	28,08,368.00	10,18,255.00	38,26,623.00
Madhepura	1,02,83,702.00	92,85,188.00	1,95,68,890.00
Supaul	2,50,93,236.00	83,02,182.00	3,33,95,418.00
Bank Interest (BPMU)			
Saharsa	80,78,035.00	81,48,669.00	1,62,26,704.00
Madhepura	4,40,26,685.00	1,53,43,325.00	5,93,70,010.00
Supaul	4,04,92,770.00	91,79,787.75	4,96,72,557.75
Total	95,61,50,959.00	28,19,11,852.20	1,23,80,62,312.20



Bihar Aapda Punarwas Evam Punarnirman Society
Kosi Flood Recovery Project (Credit No. 4802-IN)
Bihar Aapda Punarwas Evam Punarnirman Society
Kosi Flood Recovery Project (Credit No. 4802-IN)
Schedules to the Balance Sheet

Schedule 2 - Fixed Assets

Particulars	As at 31st March 2015	Purchased during the Year	Adjustments/ disposal during the Year	As at 31st March, 2016
a. Project Management				
Motor Car (SPMU)	24,91,149.00		-	24,91,149.00
Computer & Printers (SPMU)				
Computer & Printers	10,67,750.00	24,239.00	-	10,91,989.00
Computer software	31,001.00	-	-	31,001.00
Projector	-	37,107.00		37,107.00
iPhone	-	92,995.00		92,995.00
Computer & Printers (DPMU & BPMU)				
Madhepura DPMU	2,73,019.00	13,000.00	-	2,86,019.00
BPMU	14,28,000.00	64,600.00	-	14,92,600.00
Madhepura	4,215.00	2,184.00		6,399.00
Supaul DPMU	1,27,100.00	15,200.00	-	1,42,300.00
Saharsa DPMU	8,11,227.00	1,900.00	-	8,13,127.00
Chatapur BPMU	9,450.00	-	-	9,450.00
Triveniganj	-	14,400.00		14,400.00
Sonbarsa	-	22,215.00		22,215.00
Pattarghat	-	21,900.00		21,900.00
Alamnagar	-	11,000.00		11,000.00
Bihariganj	-	13,800.00		13,800.00
Puraini	-	13,500.00		13,500.00
Singheswar	-	6,000.00		6,000.00
Furniture & Fixture				
Furniture & Fixture (SPMU)	8,46,848.00	-	-	8,46,848.00
Furniture & Fixture (DPMU)				
Supaul	2,31,808.00	-	-	2,31,808.00
Saharsa	1,41,568.00	-	-	1,41,568.00
Furniture & Fixture (BPMU)				
Sourbazar	10,215.00	-	-	10,215.00
Sonbarsa	-	15,770.00		15,770.00
Simri Bakhtiyarpur	-	16,600.00		16,600.00
Chattapur	1,96,069.00	7,230.00	-	2,03,299.00
Basantpur	3,700.00	25,600.00		29,300.00
Triveniganj	28,180.00	-	-	28,180.00
Raghopur	-	8,500.00		8,500.00
Alamnagar	45,100.00	-		45,100.00
Gwalpara	4,570.00	-		4,570.00
Udakishunganj	2,500.00	22,445.00	-	24,945.00
Pratapganj	9,500.00	-		9,500.00
Madhepura	-	2,100.00		2,100.00
Singheswar	-	39,555.00		39,555.00
Pattarghatt	44,803.00	-	-	44,803.00
Office Equipment (SPMU)	6,67,232.00	-	-	6,67,232.00
Electric Equipment (SPMU)	5,28,270.00	-	-	5,28,270.00
Electric Equipment (DPMU)	1,02,897.00	-		1,02,897.00
Electric Equipment (BPMU)	35,715.00	-		35,715.00
b. Emergency Response				
Total	91,41,886.00	4,91,840.00		96,33,726.00



**Bihar Aapda Punarwas Evam Punarnirman Society
Kosi Flood Recovery Project (Credit No. 4802-IN)**

Schedule 3 - Advances & Other Current Assets

(Amount in `)

Particulars	As at 31 March,2015	As at 31 March,2016
EE Drainage Division	15,40,000.00	15,40,000.00
DPMU Madhepura BREDA	4,00,000.00	4,00,000.00
BPMU Triveniganj	1,03,900.00	3,900.00
Koshagar	9,39,153.00	9,39,153.00
Advance to BIADA	2,00,000.00	2,00,000.00
Receivable from Phed		
Madhepura	5,13,40,600.00	7,54,53,800.00
Saharsa	1,07,04,200.00	2,49,82,600.00
Supaul	3,26,46,200.00	6,60,10,000.00
Advance to Consultant (GPCL)	11,58,378.00	11,58,378.00
Advance to Staff (SPMU)		
Imprest Advance Ranjeet	-	1,29,501.00
Advance to Ravi Kumar Gupta	-	10,000.00
Puraini Md Minhaz Alam	-	19,000.00
Block Nazir Nauhatta	-	35,000.00
Murliganj Sudhir Kumar	-	30,000.00
Advance to Staff (SPMU)	77,665.00	-
BRPNN Ltd. for Office Renovation	10,00,000.00	10,00,000.00
BRRDA SPMU	58,00,000.00	2,93,097.00
Advance to Staff		
Bihariganj	20,000.00	20,000.00
Other Advance		
Rent Advance	5,26,265.00	5,26,265.00
Advance to Lee Associates	-	1,69,636.00
Advance to BKBDP		5,77,941.00
Advance to NGO	6,21,829.00	2,993.00
Excess payment receivable from beneficiary		
Saharsa	2,50,000.00	3,55,000.00
Madhepura	21,65,000.00	20,60,000.00
Supaul	16,23,000.00	12,15,000.00
Advance to BDO		
Sonbarsa	1,10,15,783.00	76,40,783.00
Simri Bakhtiyarpur	16,63,359.00	16,65,000.00
Patarghat	70,000.00	70,000.00
Alamnagar	22,46,068.00	24,98,544.00
Puraini	11,70,658.00	11,70,658.00
Basantpur	4,55,000.00	-
Chhatapur	2,03,32,416.00	-
Raghopur	3,00,000.00	3,00,000.00
Triveniganj	95,37,478.00	93,34,875.00
Unidentified Beneficiaries Payment		
Madhepura	95,000.00	-
Total	15,80,01,952.00	19,98,11,124.00



**Bihar Aapda Punarwas Evam Punarnirman Society
Kosi Flood Recovery Project (Credit No. 4802-IN)**

**Bihar Aapda Punarwas Evam Punarnirman Society
Kosi Flood Recovery Project (Credit No. 4802-IN)**

Schedule 4 - Balance with Banks

(Amount in Rs.)

Particulars	As at 31 March,2015	As at 31 March,2016
Balance with bank (SPMU)		
BAPEPS Child A/c RWD SBI Madhepura	17,98,76,962.00	-
BAPEPS Child A/c RWD SBI Udakishunganj	13,73,13,088.00	-
BAPEPS Parent A/c Agriculture SBI	50,00,000.00	52,19,672.00
BAPEPS Parent A/c BRPNL SBI	11,18,54,099.00	4,62,01,401.00
BAPEPS Parent A/c RWD SBI	19,90,80,969.00	42,42,33,091.00
BAPEPS Parent A/c WRD CBI	5,27,59,644.00	6,19,04,685.00
CBI- A/C No-	2,37,84,60,175.00	3,33,72,15,718.00
State Bank of India A/c no.	1,31,21,20,320.00	1,89,78,42,859.00
State Bank of India A/c no.	3,34,89,116.00	3,48,42,076.00
CBI- A/C No-	1,490.00	1,490.00
Balance with bank (DPMU)		
CBI Saharsa A/c No3129813523	63,84,359.00	70,70,574.00
CBI Saharsa A/c No3398087318	-	2,35,95,000.00
CBI Madhepura	4,09,11,543.00	11,48,61,008.00
CBI Madhepura	11,41,79,368.00	6,00,44,750.00
CBI Supaul	11,21,03,132.00	6,26,52,972.80
CBI Supaul A/c 4668	-	11,55,59,652.00
UBGB Supaul	46,38,239.00	48,25,604.00
Balance with Bank (BPMU)		
PNB Sahpur Sonbarsa	11,47,331.00	-
PNB Sonbarsa A/c No 510	40,70,296.00	-
SBI Sonbarsa A/c No 8221	4,20,53,186.00	36,29,011.00
SBI Sonbarsa A/c No 33737998518	-	1,57,797.00
SBI Saurbazar	1,20,58,242.00	24,76,707.00
SBI Saurbazar	7,19,03,670.00	2,41,23,101.00
SBI Simri Bakhtiyarpur	3,75,240.00	32,111.00
SBI Simri Bakhtiyarpur	57,28,345.00	24,30,928.00
CBI Nauhata	74,11,250.00	34,26,520.00
CBI Nauhata	13,69,582.00	10,24,914.00
CBI Pattarghatt	7,38,82,063.00	3,32,31,820.00
CBI Pattarghatt	1,39,26,569.00	70,46,316.00
CBI Aalamnagar A/C No-0058	2,09,22,435.00	1,95,82,639.00
CBI Aalamnagar A/C No-5516	13,05,156.00	3,01,923.00
UBGB Alamnagar A/C No-5291	2,52,476.00	-
SBI Alamnagar 8777	3,11,246.00	1,27,878.00
CBI Bihariganj A/C No- 2488	72,02,506.00	4,76,267.40
CBI Bihariganj A/C	22,89,118.00	36,61,499.40
SBI A/c 35101172636	-	1,13,93,768.00
CBI Chausa A/c No 6787	23,31,589.00	4,12,133.50
SBI Chausa A/c No 33753961928	12,95,418.00	13,12,891.00



**Bihar Aapda Punarwas Evam Punarnirman Society
Kosi Flood Recovery Project (Credit No. 4802-IN)**

CBI Gwalpara A/C NO- 5338	5,04,662.00	5,25,051.00
SBI Gwalpara A/c No 33744611986	6,05,351.00	29,40,184.00
SBI Bishanpur, Gwalpara A/c No 5893	77,16,105.00	31,01,086.00
CBI Kumarkhand A/C No- 3134440187	2,23,73,459.00	1,73,84,162.50
CBI Kumarkhand A/C No- 3361069164	2,87,45,323.00	18,57,682.00
UBGB	-	1,16,40,000.00
Canara Bank Madhepura A/c No-4134	4,76,654.00	4,76,654.00
CBI Madhepura A/c 3355453423	2,63,08,661.00	2,20,18,124.10
CBI Madhepura A/c 7610	1,47,186.00	2,35,423.50
CBI Madhepura A/c 6812	50,88,000.00	1,50,50,125.50
CBI Murliganj A/C No- 5891	8,44,54,376.00	8,04,72,764.00
CBI Murliganj A/C No- 7047	2,17,88,354.00	1,77,33,385.00
CBI Puraini A/C No- 0753	1,92,31,586.00	92,61,375.00
CBI Puraini A/C No- 3359510592	60,40,658.00	48,61,287.00
CBI Gaurichak- Shankarpur A/c no 7751	14,52,349.00	27,28,851.50
CBI Gaurichak- Shankarpur 3452	58,000.00	8,56,584.00
SBI Shankarpur A/c no 317	1,06,42,148.00	1,86,14,135.00
SBI Shankarpur A/c no 7036	55,00,000.00	1,71,41,120.00
SBI Udakishunganj A/C No- 6400	4,18,644.00	4,47,708.00
SBI Udakishunganj A/C No- 3428	45,65,444.00	3,83,071.00
UBGB Udakishunganj	-	1,18,27,730.00
CBI Singheshwar A/c No- 7936	36,56,622.00	1,15,16,049.00
CBI Singheshwar A/c No-	35,15,605.00	1,03,75,593.50
Basantpur SBI A/C No- 8123	3,18,352.00	-
Basantpur CBI A/C No- 3329857008	71,14,930.00	1,31,27,595.00
Basantpur CBI A/C No- 335309429	2,62,48,274.00	3,01,07,931.70
ChatapurSBI A/C No- 0686	1,17,31,294.00	2,70,09,240.20
ChatapurSBI A/C No- 3372811776	5,29,21,715.00	1,89,66,350.00
SBI Triveniganj A/C No- 1927	2,25,97,731.00	1,78,67,508.00
SBI Triveniganj A/C No- 8860	1,54,87,519.00	25,80,252.00
SBI Triveniganj A/C No- 6708	2,22,410.00	2,22,410.00
BOI Triveniganj A/C No- 3529	2,84,063.00	2,84,063.00
CBI Raghopor A/C No- 0398	23,18,587.00	10,77,606.00
CBI Raghopor A/C No- 3345676780	2,37,358.00	2,68,265.00
CBI Pratapganj A/C No- 33722759940	1,36,456.00	5,76,111.00
SBI Pratapganj A/C No- 9153	12,10,459.00	6,04,936.00
Total	5,35,21,26,557.00	6,68,50,59,190.60



Bihar Aapda Punarwas Evam Punarnirman Society
Kosi Flood Recovery Project (Credit No. 4802-IN)
Bihar Aapda Punarwas Evam Punarnirman Society
Kosi Flood Recovery Project (Credit No. 4802-IN)

Schedule 6 - IAY Gov. Contribution

(Amount in `)

Particulars	As at 31 March, 2015	As at 31 March, 2016
IAY State Govt Contribution		
Sonbarsa	1,20,000.00	
Alamnagar	25,20,000.00	- 2,00,000.00
Bihariganj	28,50,000.00	
Chausa	15,000.00	
Gawalpara	7,50,000.00	
Kumarkhand	1,12,35,000.00	- 40,000.00
Madhepura	43,95,000.00	- 30,000.00
Murliganj	27,45,000.00	
Puraini	1,02,70,000.00	- 49,05,000.00
Shankarpur	20,55,000.00	- 45,000.00
Udakishunganj	1,75,000.00	
Sigheswar	36,45,000.00	- 10,000.00
Chhatapur	6,30,000.00	
Triveniganj	2,05,000.00	- 10,20,000.00
Raghopur	3,00,000.00	
Total	4,19,10,000.00	- 61,70,000.00

Bihar Aapda Punarwas Evam Punarnirman Society
Kosi Flood Recovery Project (Credit No. 4802-IN)

Schedule 5 - Cash in hand

(Amount in Rs.)

Particulars	As at 31 March, 2015	As at 31 March, 2016
Cash in Hand (DPMU)		
Madhepura	2,082.00	2,082.00
Puraini	-	24,000.00
Shankarpur	13,946.00	13,946.00
Saharsa	-	2,894.00
Total	16,028.00	42,922.00



Bihar Aapda Punarwas Evam Punarnirman Society

Kosi Flood Recovery Project (Credit No. 4802-IN)

Income & Expenditure Account for the Financial Year ended 31st March 2016

		(Amount in Rs.)					
For the Year ended 31st March, 2015	Expenditure	Schedule No	For the Year ended 31st March, 2016	For the Year ended 31st March, 2015	Income	Schedule No	For the Year ended 31st March, 2016
	Main Project Expenditure -						
53,50,04,000.00	Owner Driven Housing Reconstruction Expense	7	64,42,93,000.00	2,09,71,54,650.00	Fund Received to the extent utilised during the year		1,52,72,42,653.30
15,94,20,272.00	Strengthening flood Management Capacity		11,85,72,654.00	9,46,91,000.00	Fund Received to the extent utilised during the year From Phed		7,17,55,400.00
83,68,13,708.00	Reconstruction of Road		51,79,31,796.00	4,19,10,000.00	Fund Received to the extent utilised during the year From Indra Awas Yojna	6	61,70,000.00
64,25,83,545.00	Reconstruction of Bridges DPR Bridges		22,48,18,469.00	2,23,37,55,650.00			1,59,28,28,053.30
-	Improving Emergency Response Capacity		-	24,90,688.00	Less: Expenditure in Fixed Assets transferred to Capital Fund Account	2	4,91,840.00
5,74,43,437.00	Project Management and Technical Assistance	8	8,67,20,294.30				
-	Grant in Aid Jeevika		-				
2,23,12,64,962.00	Total		1,59,23,36,213.30	2,23,12,64,962.00	Total		1,59,23,36,213.30

Significant Accounting Policies & Notes to Accounts
In terms of our report of even date

11 & 12

For and on behalf of
For, KRA & CO.
Chartered Accountants



Place : Patna
Date : 27/12/16

For and on behalf of
Bihar Aapda Punarwas Evam Punarnirman Society



(Signature)
22.12.16
(Deputy Director Finance)

Bihar Aapda Punarwas Evam Punarnirman Society
Kosi Flood Recovery Project (Credit No. 4802-IN)
Schedules of Income & Expenditure Account

Schedule 7

(Amount in ₹)

Owner Driven Housing Reconstruction Expenses	For the Year ended 31st March, 2015	For the Year ended 31st March, 2016
HRC 1	20,11,20,000.00	17,89,26,000.00
HRC 2	8,38,16,000.00	6,46,15,000.00
HRC 3	8,39,10,000.00	26,89,88,000.00
Toilet	16,61,58,000.00	13,17,64,000.00
Total	53,50,04,000.00	64,42,93,000.00

Schedule 8

(Amount in ₹)

Project Management and Technical Assistance	For the period Year 31st March, 2016		For the Year ended 31st March, 2015
Administrative & Salaries (SPMU)	1,46,71,762.00		
Consultancies & Technical Services (SPMU)	3,42,62,131.00		
Training and Exposure Visits (SPMU)	8,70,299.00		
Administrative Salaries (DPMU)	10,72,423.00		
Administrative Salaries (BPMU)	2,95,74,502.00		
Contingency Expenses (SPMU)	39,74,083.00		
Contingency Expenses (DPMU)	6,82,121.00	58,02,941.00	41,10,828.00
Contingency Expenses (BPMU)	11,46,737.00		
Vehicle & Mobility Cost (SPMU)	2,17,895.00		
Vehicle & Mobility Cost (DPMU)	2,19,142.00	4,44,102.00	5,33,850.00
Vehicle & Mobility Cost (BPMU)	7,065.00		
Bank Charges (SPMU)	3,515.00		
Bank Charges (DPMU)	151.00	22,134.30	30,292.00
Bank Charges (BPMU)	18,468.30		
Total		8,67,20,294.30	5,74,43,437.00



**Bihar Aapda Punarwas Evam Punarnirman Society
Kosi Flood Recovery Project (Credit No. 4802-IN)**

Schedules forming part of the Receipt & Payment as at 31st March 2016

Schedule 9 - Receipt During the Year

(Amount in ₹)

Particulars	As at 31 March, 2015	As at 31 March, 2016
BRRDA	-	55,06,903.00
TDS	113.00	
BREDA Patna	15,600.00	1,00,000.00
NGO Advance Triveniganj	-	6,18,836.00
Refund by Bank from Beneficiary		
Puraini	1,15,000.00	
Kumarkhand	68,000.00	
Unidentified Beneficiary Payment		
Alamnagar	-	87,000.00
Kumarkhand	-	8,000.00
Madhepura	20,000.00	-
Triveniganj	7,45,000.00	-
Excess payment receivable from beneficiary		
Alamnagar	10,000.00	-
Gawalpara	5,25,000.00	-
Udakishunganj	1,05,000.00	-
Singheshwar	1,60,000.00	-
Madhepura	-	35,000.00
Shankarpur	-	1,05,000.00
Pratapganj	-	5,000.00
Sonbarsa	1,60,000.00	-
Pattarghat	2,80,000.00	-
Basantpur	1,52,000.00	1,63,000.00
Chatapur	53,20,000.00	2,45,000.00
Triveniganj	35,30,000.00	-



BDO Account		
BDO Sourbazar	75,000.00	-
BDO Sonbarsa	96,81,990.00	33,75,000.00
Pattarghat	30,000.00	-
Basantpur	-	4,55,000.00
Triveniganj	-	2,02,603.00
Chatapur	-	3,05,93,246.45
Bihariganj	-	4,90,000.00
Gawalpara	28,08,242.00	-
Kumarkhand	3,16,89,347.00	70,000.00
Madhepura	32,74,872.00	50,00,000.00
Shankarpur	1,01,84,136.00	-
Sigheswar	-	177.00
Udakishunganj	2,77,710.00	-
Bank Interest (SPMU)	9,25,35,164.00	16,19,21,529.00
Bank Interest (DPMU)		
Saharsa	10,19,904.00	10,18,255.00
Madhepura	7,99,368.00	92,85,188.00
Supaul	71,51,118.00	83,02,182.00
Bank Interest (BPMU)		
Saharsa	33,63,110.00	81,48,669.00
Madhepura	1,27,49,417.00	1,53,43,325.00
Supaul	68,16,765.00	91,79,787.75
Staff Advance		
Ajay Kumar Singh	-	8,633.00
Nitin Bharti	-	34,500.00
Prem Prakash	-	8,633.00
Raj Kumar	-	8,633.00
Ravi Kumar Gupta	-	8,633.00
Sudhansu Kumar	-	8,633.00
Madhepura DPMU	6,000.00	-
SPMU	4,13,335.00	-
Bharat Commercial Agency	3,58,490.00	-
Royalty	-	69,87,684.00
TDS On Professional Service	-	35,711.00
TDS On Salary	-	1,64,845.00
VAT	28,32,940.00	-
Service Tax	1,29,275.00	-
Time Extention Amount	-	5,41,566.00
GIS	-	120.00
GPF	-	8,000.00
Liquidity Damage	4,53,02,920.00	6,80,296.00
Labour Cess	-	9,31,515.00
Retention Money	7,93,54,212.00	1,52,38,981.00
Maintenance Cost	6,27,70,231.00	3,59,32,751.00
1st Secured Advance (BRPNL)	1,45,76,668.00	-
2st Secured Advance (BRPNL)	1,13,19,700.00	-
3st Secured Advance (BRPNL)	8,63,136.00	-
Mobilization advance (RWD)	40,64,925.00	-
Mobilization advance (BRPNL)	3,02,83,209.00	-
MD	3,52,176.00	-
Mobilization advance (BRPNL)	-	-
Total	44,62,89,073.00	32,08,57,835.20



**Bihar Aapda Punarwas Evam Punarnirman Society
Kosi Flood Recovery Project (Credit No. 4802-IN)**

Schedule 10 - Payment during the Year

(Amount in `)

Particulars	As at 31 March,2015	As at 31 March,2016
Staff Advance Bihariganj, Madhepura	20,000.00	-
Murliganj Sudhir Kumar	-	30,000.00
Puraini Md Minhaz Alam	-	19,000.00
Block Nazir Nauhatta	-	35,000.00
Advance to Ranjeet Imprest	-	1,30,000.00
Advance to Ravi Kumar Gupta	-	10,000.00
Other Receipt	15,600.00	-
Koshagar	9,39,153.00	-
Advance to Contractor		
Advance to Lee Associates	-	1,69,636.00
Advance to BIADA	2,00,000.00	-
Block Office		
Simribakhtiyarpur	1,420.00	1,641.00
Basantpur	4,55,000.00	-
Triveniganj	1,37,80,747.00	-
Raghopur	3,00,000.00	-
Chhatapur	2,02,81,347.00	-
Alamnagar	85,67,000.00	2,52,476.00
Bihariganj	14,85,000.00	-
Murliganj	11,85,000.00	-
Singheswar	15,03,810.00	-
Chausa	1,35,000.00	-
Puraini	23,05,000.00	-
Advance to BKBDP	-	5,77,941.00
Refund From Beneficiary		
Basantpur	1,82,000.00	2,95,000.00
Madhepura	-	35,000.00
Puraini	-	1,85,000.00
Triveniganj	4,82,000.00	10,18,000.00
Chatapur	14,76,811.00	45,000.00
SourBazar	2,10,000.00	-
Pattarghat	7,30,000.00	-
Murliganj	1,45,000.00	-
Bihariganj	2,70,000.00	-
Singheswar	3,60,000.00	-
Udakishunganj	5,57,710.00	35,000.00
Excess payment receivable from beneficiary		
Sourbazar	-	55,000.00
Pattarghat	-	45,000.00
Sonbarsa	-	5,000.00
Unidentified beneficiaries Payment		
Alamnagar	87,000.00	-
Kumarkhand	8,000.00	-
Stale Cheque	39,000.00	-
Duties & Taxes:		
Labour Cess	25,66,338.00	-
Royalty	1,61,77,821.00	4,03,182.00
TDS on Contract	53,31,232.00	20,34,878.00
Professional Tax	2,000.00	-
TDS on Professional Service	2,68,907.00	-
TDS on Salary	3,09,709.00	-
GIS	240.00	-
GPF	9,500.00	-
VAT	-	36,17,700.00
Duties and Taxes Supaul	-	800.00
Total	8,03,87,345.00	90,00,254.00



BIHAR AAPDA PUNARWAS EVAM PUNARNIRMAN SOCIETY (BAPEPS)

Schedule - 11

Statement of Significant Accounting Policies:

1. Overview of the project:

Bihar Aapda Punarwas Evam Punarnirman Society (BAPEPS) is implementing a USD-220mn World Bank assisted Bihar Kosi Flood Recovery project (BKFRP) in three Districts of Bihar i.e. Supaul, Madhepura & Saharsa. The project will support the efforts of the Government of Bihar (GoB) in helping Communities recover from the impacts of the flood & reduce vulnerabilities from flood hazard of affected population. To this effect, the project has five components which will be implemented through specialized state agencies as given below.

- ❖ Reconstruction of Houses, through the Owner Driven Reconstruction Collaborative (ODRC) Model, through the District Administration led by the District Magistrate (DM) and supported by the District/ Block units of BAPEPS.
- ❖ Reconstruction of Rural Roads, through the Bihar Rural Roads Development Agency (BRRDA) and reconstruction of Bridges, through the Bihar Rajya Pul Nirman Nigam (BRPNL)
- ❖ Strengthening Flood Management Capacity, through the water Resources Department (WRD).
- ❖ Livelihood Restoration and Enhancement is implemented by Bihar Rural livelihood Project (BRLP)
- ❖ Improving Emergency Response Capacity, through Bihar Aapda punarwas Evam punarnirman Society (BAPEPS).
- ❖ Project Management and Technical Assistance through Bihar Apada punarwas Evam punarnirman Society (BAPEPS)

2. Basis of preparation of Financial Statement :

The Financial Statements have been maintained on double entry system adopting cash basis of accounting except:

- I. Those transaction which are done through non-dedicated bank accounts (i.e. accounts opened at district & block level where transaction of schemes/projects. Other than BAPEPS were also made by Block/District Administration) are accounted for through Block/District Administration Account. As a result the amount receivable from Block/District has been shown under Current Assets whereas the amount payable to Block/District administration has been shown under Current Liabilities.

Financial Statements are prepared in accordance with the Generally Accepted Accounting principles including Accounting Standards followed in India to the extent applicable



Preparation of the financial statements are in conformity with the Generally Accepted Accounting principles requires the management to make estimates and assumptions that affect the reported amounts of assets and liabilities on the date of financial statements and reported amount of revenues and expenses for the year. Estimates are based on assumptions that management believes are reasonable under the circumstances.

3. Fixed Assets and Depreciation:

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.

In case of Fixed Assets acquired through project grants and owned by BAPEPS, an amount equivalent to the cost of acquisition is credited to Capital Fund and shown in the Balance Sheet. On disposal of such fixed asset, equivalent amount is reduced from the Capital Fund.

Fixed Assets acquired through project grants but are owned by or vested in other line/departments/agencies are not accounted for as fixed assets and are shown as project Expenditure No depreciation has been charged on the fixed assets in the financial statements.

4. Revenue Recognition:

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 the balance Sheet.

Interest earned on balances in project bank accounts and other incomes (such as tender fees etc.) arising from the project are recognized as liability in the Balance Sheet and dealt with as decided by the Governing Body.

5. Fund Transfer under Housing Component

Fund released to beneficiaries against milestones under the housing Component of the project are recognized as expenditure at the time of release.

6. Classification of Beneficiaries:

Categorization of Beneficiaries under HRC I, II & III is based on the list approved by the respective block/district administration.

7. Bank Account:

Balance at Bank has been shown for dedicated bank accounts opened in the name of BAPEPS/housing. Advances Recoverable from/payable to Block/District Administration denotes Inter head expenses incurred at the block level means BAPEPS funds and other funds utilisation.

8. Previous year figures have been regrouped and reclassified wherever necessary.



BIHAR AAPDA PUNARWAS EVAM PUNARNIRMAN SOCIETY (BAPEPS)

Schedule- 12

Explanatory Notes:

1. Contribution from Indira Awas Yojna (IAY):

The amount of IAY contribution amounting Rs 61,70,000/- it was earlier claimed as income receivable from block for the IAY share of HRC-3 beneficiaries but the same was not credited in beneficiary bank account due to technical fault and It has been reversed in books of Accounts during the course of audit compliance of the Financial Year 2014-15.

Earlier contribution from IAY was not claimed in IUFR for reimbursement purpose because it was not financed by the World Bank/BAPEPS. But the policy of payment was changed since 01.12.2014. As per the decision " from 01.12.2014, beneficiaries of HRC I, HRC II and HRC III category, who have not received any instalment up to 30.11.2014 will be entitled to get Rs. 80,000/- instead of Rs. 55,000/- per unit of Housing. The decision of the cabinet was notified by Planning and Development Deptt., Govt. Of Bihar vide its Memo No. BAPEPS/Housing/23/2013(Part-1)-2934 dated 19th June 2015. It was also decided that the World Bank/BAPEPS will finance IAY share of HRC-3 beneficiaries.

Hence reversed share of IAY contribution is now also eligible for reimbursement when the fresh advices were issued after rectification and therefore the amount of Rs. 61, 70,000/- was added in eligible expenditure for reimbursement purpose.

2. The beneficiaries of HRC 3 who got full amount of 2nd tranche from BAPEPS after 01.12.2014 were to be reported under new sheet in IUFR as "IUFR 3 B" along with the new beneficiaries as the new scheme of payments to beneficiaries is different from old scheme. Payment made under 2nd tranches under new scheme is Rs 25,000/- instead of 20,000/-.

By the above fact it is clear that all beneficiaries have not got equal amount of Rs. 25000/- in 2nd tranche as some have got Rs. 20,000/- also.

The number of old beneficiaries and corresponding amount has been transferred in IUFR as 3A for better discloser.

For KRA & Co

Chartered accountants


Partner
M.No. 2812116

For and on behalf of

Bihar Apada punarwas Evan punarnirman Society


Sunil Kumar Singh
Deputy Director(Finance)