



संख्या/No... C.A. Cell / AMU-I / RACP / 2021-22 / 183

## भारतीय लेखापरीक्षा और लेखा विभाग

कार्यालय महालेखाकार (लेखापरीक्षा-I) राजस्थान  
जनपथ, जयपुर - 302 005

### INDIAN AUDIT AND ACCOUNTS DEPARTMENT

OFFICE OF THE ACCOUNTANT GENERAL (AUDIT-I) RAJASTHAN  
Janpath, Jaipur- 302 005

दिनांक/Date..... 21.09.2021

परियोजना निदेशक,  
राजस्थान कृषि प्रतिस्पर्धात्मक परियोजना प्रबंधन एवं क्रियान्वयन समिति,  
द्वितीय तल, SIAM शैक्षणिक ब्लॉक, दुर्गापुरा,  
जयपुर-302017

विषय :- विश्व बैंक सहायता प्राप्त "राजस्थान कृषि प्रतिस्पर्धात्मक परियोजना (Cr. No. 5085-IN)" का वर्ष 2020-21 का लेखापरीक्षा प्रमाण पत्र जारी करने के क्रम में ।

महोदय,

विश्व बैंक सहायता प्राप्त "राजस्थान कृषि प्रतिस्पर्धात्मक परियोजना (Cr. No. 5085-IN)" का वर्ष 2020-21 का लेखा परीक्षा प्रमाण पत्र मय व्यय विवरण पत्र भेजा जा रहा है ।

कृपया, पत्र की पावती अवश्य भिजवायें ।

सलंगन:-

1. लेखापरीक्षा प्रमाण पत्र
2. व्यय विवरण पत्र
3. लेखापरीक्षा आक्षेप

भवदीय

व. उपमहालेखाकार / ए.एम.जी.-I

## **Report of the Comptroller and Auditor General of India**

The Project Director,  
Rajasthan Agricultural Competitiveness Project,  
Rajasthan Agricultural Competitiveness Management and Implementation Society,  
Second Floor, SIAM Block,  
Durgapura, Jaipur - 302017,

### **Report on the Project Financial Statements**

We have audited the accompanying financial statements of the "Rajasthan Agricultural Competitiveness Project financed under World Bank Loan No. (Cr. No. 5085-IN)" which comprises the Statement of Sources and Application of Funds and the Reconciliation of Claims to Total Application of Funds for the year ended 31-03-2021. These statements are the responsibility of the Project's management. Our responsibility is to express an opinion on the accompanying financial statements based on our audit.

We conducted our audit in accordance with the Auditing Standards promulgated by 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 from material misstatement. Our audit examines, on a test basis, evidence supporting the amounts and disclosures in the financial statements. It also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the financial statements present fairly, in all material respects, the sources and application of funds of "Rajasthan Agricultural Competitiveness Project (Cr. No. 5085-IN)" for the year ended 31-03-2021 in accordance with Government of India accounting standards.

In addition, in our opinion, (a) with respect to SOE's, adequate supporting documentation has been maintained to support claims to the World Bank for reimbursements of expenditures incurred, and (b) except for ineligible expenditures as detailed in the audit observations, if any, appended to this audit report, expenditures are eligible for financing under the Loan / Credit Agreement. During the course of the audit, SOEs / FMRs and the connected documents were examined and these can be relied upon to support reimbursement under the Loan/Credit Agreement.

This report is issued without prejudice to CAG's right to incorporate the audit observations in the Report of the CAG of India for being laid before Parliament/State or UT Legislature.



Sr. Dy. Accountant General / AMG-I

## Audit Observations

### 1. Irregular payment towards construction of Farm ponds in absence of non following tender process as prescribed by World Bank & non verification of bill/muster roll Rs 1.68 crore.

As per para 2.10 of Chapter 2 of Procurement manual issued by World Bank for civil works, goods & consultancy services for RACP tender process is as follow :

i For goods & service more than 75 lacs & upto 297 lacs – National competitive bidding

ii. For goods & service less than 75 lacs – shopping procedure

iii For goods & service less than 7.5 lacs – Direct contracting

Further as per chapter 6 of Procurement manual “It need to be noted that community involved procurement must not compromise with principles of competitiveness and transparency of process and items procured should meet the required specifications & quality of standard.

During the course of audit it was noticed that PMU Jaipur has made payment of 1.68 crore for construction of Farm pond in Mhokumpura cluster in which neither prescribed procedure for construction as laid down by World bank nor at beneficiary level was followed. Further it was not clear under what circumstances payment was made, to whom it was made, how much payment by which voucher is not clear. Thus a sum of Rs 1.68 crore paid towards construction of Farm pond is irregular.

### 2. Avoidable expenditure in absence of procurement procedure as laid down in RACP procurement rules for purchasing tractor mounted power sprayer Rs 10.50 lacs.

Clause 1.2.3 of RACP procurement has laid down the procedure & limit for procurement. Further clause 4.4.2.1 states that “Shopping should not be use an expedient to by pass more competitiveness method or fraction large procurement into smaller ones solely to allow the use of shopping”.

During the course of audit it was observed that World Bank has granted permission for purchase of necessary pesticide and equipments through national competitiveness bidding. However, project undertook shopping procedure in place of competitiveness bidding for tractor mounted sprayer as detailed below:

Name of Firm	Purchase order no.	Qty	Per unit price	Total purchase amount	Actual purchase qty	Amount of payment
M/s Jangir Engi. Works Nohar, Hanumangarh	2178-81 dt 27.6.2020	200 units	40750	81.49 lakh	200	9126880.00
M/s SDG Power equipment, Jaipur	1531-34	211 units	35500	74.91 lakh	226	8389360.00
Total		411 units		156.40		17516240.00


It is clear from above table that M/s Jangir engi. Works has been paid 10.50 lacs excess ( 5250\*200) for same nature of work, which could have been avoided if national competitiveness bidding was followed .

  
Sr. Audit Officer/CA Cell

## RAJASTHAN AGRICULTURE COMPETITIVENESS PROJECT


## Budget head wise expenditure

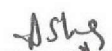
Name of Department	Budget Heads	Amount in Lacs	
Agriculture	2401-00-800-(31)-[01]-5	5.36	
	2401-00-800-(31)-[01]-7	0.27	
	2401-00-800-(31)-[01]-8	97.95	
	2401-00-800-(31)-[01]-09	0.00	
	2401-00-800-(31)-[01]-12	1110.68	
	2401-00-800-(31)-[01]-29	2.40	
	2401-00-800-(31)-[01]-36	0.00	
	2401-00-800-(31)-[01]-92	0.00	
	2401-00-800-(31)-[01]-93	143.04	
	4401-00-800-(06)-[01]-17	0.00	
	2401-00-789-(11)-[01]-5	3.34	
	2401-00-789-(11)-[01]-7	0.00	
	2401-00-789-(11)-[01]-8	33.36	
	2401-00-789-(11)-[01]-9	0.00	
	2401-00-789-(11)-[01]-12	123.34	
	2401-00-789-(11)-[01]-29	0.00	
	2401-00-789-(11)-[01]-36	0.00	
	2401-00-789-(11)-[01]-92	0.00	
	2401-00-789-(11)-[01]-93	26.78	
	4401-00-789-(05)-[01]-17	0.00	
	2401-00-796-(63)-[01]-5	2.20	
	2401-00-796-(63)-[01]-7	0.00	
	2401-00-796-(63)-[01]-8	26.83	
	2401-00-796-(63)-[01]-9	0.00	
	2401-00-796-(63)-[01]-12	324.91	
	2401-00-796-(63)-[01]-29	0.29	
	2401-00-796-(63)-[01]-36	0.00	
	2401-00-796-(63)-[01]-92	0.00	
	2401-00-796-(63)-[01]-93	71.62	
	4401-00-796-(05)-[01]-17	0.00	
		<b>TOTAL</b>	<b>1972.37</b>
	Horticulture	2401-00-800-(31)-[02]-12	508.94
		2401-00-800-(31)-[02]-05	0.85
2401-00-800-(31)-[02]-36		0.25	
2401-00-789-(11)-[02]-12		13.39	
2401-00-789-(11)-[02]-05		0.18	
2401-00-789-(11)-[02]-36		0.23	
2401-00-796-(63)-[02]-12		39.79	
2401-00-796-(63)-[02]-05		0.08	
2401-00-796-(63)-[02]-36		0.15	
	<b>TOTAL</b>	<b>563.86</b>	

  
 (ज. सी. जोशी, निवेदिता)  
 परियोजना निदेशिका  
 राजस्थान कृषि प्रतिस्पर्धात्मक परियोजना  
 दुर्गापुरा, अजमेर

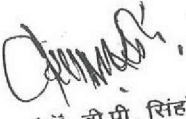
  
 ज. सी. जोशी  
 Jr. Acct., RACP, JAIPUR

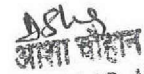
Watershed	2401-00-800-(31)-[03]-05	4.06	
	2401-00-800-(31)-[03]-29	0.27	
	2401-00-800-(31)-[03]-36	2.06	
	4401-00-800-(06)-[03]-17	492.73	
	2401-00-789-(11)-[03]-05	0.46	
	2401-00-789-(11)-[03]-29	0.00	
	2401-00-789-(11)-[03]-36	0.14	
	4401-00-789-(05)-[03]-17	232.00	
	2401-00-796-(63)-[03]-05	0.35	
	2401-00-796-(63)-[03]-29	0.00	
	2401-00-796-(63)-[03]-36	0.10	
	4401-00-796-(10)-[03]-17	175.53	
	TOTAL		907.70
	Animal Husbandry	2401-00-800-(31)-[04]-05	1.84
2401-00-800-(31)-[04]-07		2.47	
2401-00-800-(31)-[04]-12		228.46	
2401-00-800-(31)-[04]-29		2.80	
2401-00-800-(31)-[04]-36		0.99	
4401-00-800-(06)-[04]-93		221.22	
2401-00-789-(11)-[04]-05		0.94	
2401-00-789-(11)-[04]-07		1.05	
2401-00-789-(11)-[04]-12		25.19	
2401-00-789-(11)-[04]-29		0.00	
2401-00-789-(11)-[04]-36		0.03	
2401-00-789-(11)-[04]-93		48.96	
4401-00-789-(63)-[04]-05		0.76	
2401-00-796-(63)-[04]-07		0.79	
2401-00-796-(63)-[04]-12		0.29	
2401-00-796-(63)-[04]-29		0.02	
2401-00-796-(63)-[04]-36		0.39	
2401-00-796-(63)-[04]-93		41.50	
TOTAL		577.70	
Ground Water	2401-00-800-(31)-[05]-05	1.46	
	2401-00-800-(31)-[05]-08	25.33	
	2401-00-800-(31)-[05]-12	0.26	
	2401-00-800-(31)-[05]-29	0.68	
	4401-00-800-(06)-[05]-16	0.38	
	2401-00-789-(11)-[05]-05	0.00	
	2401-00-789-(11)-[05]-08	0.00	
	2401-00-789-(11)-[05]-12	0.00	
	4401-00-789-(05)-[05]-29	0.20	
	4401-00-789-(05)-[05]-36	0.00	
	2401-00-796-(63)-[05]-05	0.00	
	2401-00-796-(63)-[05]-08	0.00	
	2401-00-796-(63)-[05]-12	0.00	
	2401-00-796-(63)-[05]-29	0.29	
	2401-00-796-(63)-[05]-36	0.00	
	4401-00-796-(10)-[05]-16	0.00	
TOTAL		28.60	

  
 (श्री. वी.पी. सिंह)  
 परियोजना निदेशक  
 राजस्थान कृषि प्रतिस्पर्धात्मक परियोजना  
 दुर्गापुरा, जयपुर

  
 आशा चौहान  
 Jr. Acct., RACP, JAIPUR

Water Resource	2401-00-800-(31)-[06]-05	1.81
	2401-00-800-(31)-[06]-07	2.00
	2401-00-800-(31)-[06]-29	3.49
	4401-00-800-(06)-[06]-17	1645.17
	2401-00-789-(11)-[06]-05	0.00
	2401-00-789-(11)-[06]-07	0.00
	2401-00-789-(11)-[03]-29	0.50
	4401-00-789-(05)-[06]-17	715.14
	2401-00-796-(63)-[06]-05	0.00
	2401-00-796-(63)-[06]-07	0.00
	2401-00-796-(63)-[06]-29	0.96
	4401-00-796-(10)-[06]-17	331.82
	TOTAL	2700.89
	GRAND TOTAL	6751.12

  
 (डॉ. वी.पी. सिंह)  
 परियोजना निदेशक  
 राजस्थान कृषि प्रतिगर्भात्मक परियोजना-  
 दुर्गापुरा, जयपुर

  
 आना चौहान  
 Jr. Accl., RACP, JAIPUR

## RAJASTHAN AGRICULTURE COMPETITIVENESS PROJECT

IDA Credit No.5085 IN (P124614)

Statement of Expenditure for the year ending 31.03.2021

Particulars	Amount in (Rs.)
DPMU Exp	38639233
Pay & Allowance	33036767
Bank Charges	50
building rent	3193137
Manpower Consultancy Charges	46928042
Office Exp.	1799882
Publicity & Advertisement/ JWF Paid	1014821
Security Services	626893
Telephone Exp.	568435
Travelling Exp.	240022
Training Exp.	420440
Agribusiness Consultancy Fee	18598385
Vehicle Rent Exp	1662248
Monitoring and evaluation Exp	9607018
meeting and hospitality	6758
Horticulture - Solar Pump	0
Professional fees	6705629
DPMU Farmer Contribution-Prior Period	0
<b>Total Payment (I)</b>	<b>163047760</b>
at Agriculture Dept.	197237305
at Horticulture Dept	56386000
at Watershed Dvop. & Soil Conservation Dept.	90769817
at Animal Husbandry Dept.	57770000
at Ground Water Dept	2860000
at Quality Control & Water Resource Dept.	270089000
<b>Total Payment (II)</b>	<b>675112122</b>
<b>Total Payment (I + II)</b>	<b>838159882</b>

  
**Project Director**  
 (डॉ. वी.पी. सिंह)  
 परियोजना निदेशक  
 राजस्थान कृषि प्रतिस्पर्धात्मक परियोजना  
 दुर्गापुरा, जयपुर

  
**Jr. Accountant**

# RAJASTHAN AGRICULTURE COMPETITIVENESS PROJECT

IDA Credit No.5085 IN (P124614)

Annexure -4

## Statement of Sources and Application of Funds Report for the year ended 31.03.2021

Amount In thousand

Particulars		Current year	Previous Year	Project to Date
<b>Opening Balance (if cash balances are controlled by the entity) (A)</b>		<b>63240.000</b>	<b>71155</b>	<b>N.A</b>
Society Treasury Account	35135			
Project Bank Account/s PMU	10738			
Project Bank Account/s DPMU	11242			
Cash in Hand	6			
Advance for Partner Agencies	2906			
Other advances	3213			
<b>Receipts</b>				
Funds received from Govt. through budget (Treasury System- Line Department))		675112	1129149	4014446
Funds received directly by Government of Rajasthan		124657	185988	851182
Interest Income		449	314	4097
<b>Other Receipts</b>		<b>6673</b>	<b>10645</b>	<b>30607</b>
Miss. Income	81			
Tender Fees	54			
Recovery Income	1038			
DPMU Farmer Contribution	0			
Security Receipts	5500			
<b>Total Receipts (B)</b>		<b>806891</b>	<b>1326096</b>	<b>4900332</b>
<b>Total Source (C =A+B)</b>		<b>870131</b>	<b>1397251</b>	<b>4900332</b>
<b>Expenditures by components</b>				
A. Climate Resilient Agriculture		630466	1053344	3165917
B. Market and value chain		77650	2405	190761
C. Farmers organisation and capacity building		17422	74003	331286
D. Project Management & Monitoring Evaluation		112621	158728	702517
<b>Other Payment</b>		<b>9444</b>	<b>45531</b>	<b>446611</b>
DPMU Farmer Contribution/ Sr. creditor	94			
Security Refund /Payments	9350			
<b>Total Application of Funds (D)</b>		<b>847604</b>	<b>1334011</b>	<b>4837092</b>
<b>Closing Balance (C-D)</b>		<b>22527</b>	<b>63240</b>	<b>63240</b>
Society Treasury Account	7959			
Project Bank Account/s PMU	11257			
Project Bank Account/s DPMU	0			
Cash in Hand	0			
Advance for Partner Agencies	2906			
Other advances	405			

Project Director  
(डॉ. वी.पी. सिंह)  
परियोजना निदेशक  
राजस्थान कृषि प्रतिस्पर्धात्मक परियोजना  
दुर्गापुरा, जयपुर

Jr. Accountant



# RAJASTHAN AGRICULTURE COMPETITIVENESS PROJECT


IDA Credit No.5085 IN (P124614)

Annexure -5

## Reconciliation of claims to total Application of Funds

Report for the year ended 31.03.2021

	Schedules	Rs. In Thousand		
		Current Year	Previous Year	Project to Date
Bank Fund Claimed made during the year (a)		627397	928759	3993574
Total Application of Funds (b)		847604	1334011	5684696
Less: Outstanding AC Bills ('C).		0	0	0
Intangible Expenditure (d)		0	0	0
Expenditure not claimed ('e)		94	380	474.087
Adjustment of Security (f)		9350	6833	27816
Total Eligible expenditure calimed (g)= (b)-('c)- (d)-('e)- (f)		838160	1326798	5656406
World Bank Share @70 % of G		75%	70%	70%

  
Project Director

  
Jr. Accountant

(श्री. सी.सी. मिश्र)  
परियोजना निदेशक  
कृषि प्रतिस्पर्धात्मक परियोजना  
जयपुर, जयपुर



## Government of Rajasthan

### Rajasthan Agricultural Competitiveness Project

II floor, Academic block, SIAM campus, Durgapura, Jaipur-302017

Tel.no. 0141-2554215 Fax: 0141-2554214; E-mail: pd@racpmis.com



No. F. (/Acctt./RACP/CAG/2018-19/ 382

Date: 16/07/2021

**Sr. Audit Officer (CA cell).**

**Officer of the Accountant General Jaipur,**

**GSSA, Rajasthan Janpath, Jaipur,**

The assertion letter is provided in connection with your audit of the financial statement of the Rajasthan Agricultural Competitiveness Project for the year ended 31<sup>st</sup> March 2021. We acknowledge our responsibility for the fair presentation of the financial statement accordance with the cash basis of accounting followed by the Government of India and we confirm to the best of my knowledge and belief, the following representations made to you during the audit:

- The Project financial statement are free of material misstatements, including omissions
- Project funds have been used for the purpose for which they were provided
- Project expenditures are eligible for the financing under the Loan/Credit agreement.
- There have been no irregularities involving management of employee who have a significant role in internal control or that could have a material effect on the project financial statement.
- We have made available to you all books of accounts and supporting documents relating to the project.
- The project has complied with the conditions of all relevant legal agreement including the financing agreement. The project Agreement, the project Appraisal documents. The minutes of Negotiations and the Borrower's Project Implementation Plan.

**(Dr. Veerpal Singh)**

**Project Director**

**RACP, Durgapura, Jaipur**