

Public Disclosure Authorized

SAMIR M. SHAH & ASSOCIATES

Chartered Accountants

Admin Office :- B-516, Gopal Palace, Nr. Shiromani Flats, Opp. Ocean Park,
Satellite Road, Ahmedabad – 380 015.

Corporate Office: - "Heaven", 8, Western Park Society, Nr. Inductotherm,
Bopal, Ahmedabad – 380058

Phone : 079 – 2676 9033

E-mail : samir@smshah.co.in

Date: 1st April, 2016

To,
Dalbir Singh,
Under Secretary – RMSA – III,
Ministry of Human Resource Development,
Room No. - 408 – C,
Shastri Bhawan
New Delhi – 110115.

Dear Sir,

**Sub: Reply to Queries / Observations by World Bank related to Audit
Report of RMSA for FY 2014-15.**

With reference to above mentioned subject we hereby state our reply to following queries / observations given by World Bank in relation to Audit Report of RMSA for FY 2014-15-

1. **Audit Opinion is missing** – Audit Report with our opinion in the format of society act is enclosed herewith.
2. **Point (h) of Auditor's Report is unclear** – The said point should be read as under-

" h) Property or Funds Of the project were applied for the project or purpose other than the object or purpose of the project. "



3. UC opening and closing balances cannot be reconciled with accounts –
UC opening and closing balances are reconciled with accounts which are shown below -

(Rs. In Lacs)						
Particulars	UC (Non – Recurring)	UC (Recurring)	Total UC	Audited Balance Sheet (31.03.2014)	Audited Balance Sheet (31.03.2015)	Difference if any
Opening Balance	1962.50	1283.89	3246.39	3246.39 ("Unspent Grant & Int. Income" – 324639106 / 100000)	---	0.00
Closing Balance	1519.47	409.14	1928.61	---	1928.61 ("Unspent Grant & Int. Income" – 192859922 / 100000)	0.00

Taking into consideration above points, we have covered all the queries / observations given by the World Bank and if any further assistance is needed from our end do let us know.

Thanking You.

Yours Faithfully,

For. **Samir M Shah & Associates**
Chartered Accountants


Samir M Shah
(Partner)



AUDITORS' REPORT

To,
The State Project Director
Gujarat Council of Secondary Education
Rashtriya Madhyamik Shiksha Abhiyan
Gandhinagar, Gujarat.

Ref: Statutory Audit of Gujarat Council of Secondary Education (RMSA) 2014-15

We have audited the accompanying Balance Sheet of Rashtriya Madhyamik Shiksha Abhiyan, Gujarat as at 31st March 2015, its Income and Expenditure Account and Receipts and Payments for the year ended on that date annexed thereto. These Financial Statements are the responsibility of the management. Our responsibility is to express an opinion on these financial statements based on our audit.

We have conducted our audit in accordance with the accounting and auditing standards generally accepted in India. Those Standards requires that we plan and perform the audit to obtain reasonable assurance about whether Financial Statements are free of material misstatement. An audit includes examining on random, and test basis evidence supporting the amounts and disclosure in financial statements. An audit also includes assessing the accounting principles used and significant estimate made by the management as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis of our opinion and we report as under.

'Rashtriya Madhyamik Shiksha Abhiyan' is a programme of Government of India. The objectives of this programme are being implemented in a Mission mode by a Society formed under the Societies Registration Act, by the name, State Project Office of Gujarat Council of Secondary Education.

The Grants Received by the society's State Project Office are released to various District Level for utilization or State Project Office themselves utilize the Grants for various Districts.

The Grant received, Grant Returned (Savings), Undisbursed grant of Previous years, Bank interest, Tender Fees Received and various other incomes are taken as income and amount expended under various activities of this programme are treated as expenditure. The amount expended under various activities may include disbursement of construction and / or acquisition of fixed assets for the purpose or the object of this programme, all such expenditure are considered as revenue expenditure.

We report that –

- (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.



- (b) The Balance Sheet, Income & Expenditure Account dealt with this report are in agreement with the books of accounts maintained by the State Project Office.
- (c) The Cash Balance, if any and vouchers were in the custody of the officers of the department on the date of audit.
- (d) The utilization certificate has been complied on the basis of Receipts and Payment Account and Utilization Certificate duly certified by Competent Authorities at District Level / SMC Level.
- (e) In our opinion requisite books of accounts have been maintained by the Project, as appears from the sample checking of the same.
- (f) Based on the records made available for our verification and information given to us, we have conducted audit of Procurement Procedure done for Procurement of Goods, works and services and have nothing material to report there upon.
- (g) The Books of Accounts of RMSA Districts have been consolidated at State Project Office, Gandhinagar

Opinion

In our opinion and to the best of our information and explanations given to us the said accounts subject to notes on accounts and our Management Letter of even date, give a true and fair view conformity with the accounting principles followed by the State Project Office.

- a) in the case of the Balance Sheet, of the state of affairs of the State Project Office as at March 31, 2015;
- b) in the case of the Income and Expenditure Accounts, of the Profit/Loss for the year ended on that date; and
- c) in the case of the Receipt and Payment Account pertaining to receipts and payments of the Project for the year ended on that date.

Place : AHMEDABAD
Date : 3RD FEBRUARY, 2016

For SAMIR M. SHAH & ASSOCIATES
CHARTERED ACCOUNTANTS
FIRM REG. No.: 122377W




SAMIR M. SHAH
(PARTNER)
MEMBERSHIP No.: 111052

Gujarat Council Of Secondary Education
(RMSA Project)

Audit Report
Financial Year 2014-15

Samir M. Shah & Associates
Chartered Accountants

3rd February, 2016

To
The State Project Director,
Gujarat Council Of Secondary Education (RMSA Project),
Gandhinagar

**Statutory Audit Report of Gujarat Council Of Secondary Education (RMSA Project),
for the Period 01/04/2014 to 31/03/2015**

Dear Sir,

With reference to your Letter dated 12th June, 2015 vide Reference No. GCSE/Finance/1582 appointing us to conduct the Statutory Audit. We have completed our Statutory Audit Assignment for the above mentioned period as per the scope of Statutory Audit given by the Management.

We conducted our audit in accordance with the auditing standard generally accepted in India. We have obtained all the explanations and information's to the best of our knowledge and belief necessary for the purpose of audit and we believe that our audit provides a reasonable basis for our opinion.

Utmost care has been taken while performing the Statutory Audit. However, there may exists material frauds, misstatements and other illegal acts which may not be detected while performing the audit because of the limitations of audit process.

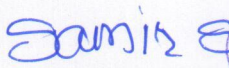
We are giving our opinion on the basis of explanations and documents provided to us at the time of audit. However we are not concern if any changes or misstatements occur after the completion of audit.


We have reported all those facts which in our opinion cover a reasonable ground for reporting.

Audit Report for the period 01/04/2014 to 31/03/2015 is enclosed herewith.

Yours faithfully,

For, Samir M Shah & Associates
Chartered Accountants


Samir M Shah
(Partner)



Gujarat Council of Secondary Education	
Annexure - A : Current Liabilities & Provisions	
Particulars	Amount Rs.
Other Income	4,584
Accounts Payable-ICT	898,661
Accounts Payable -Model School	156,206,081
GRIMCO	572,750
Notice Pay	50,000
Tax Penalty	(2,150)
TDS Receivable	(2,452)
TDS Surcharge	(1,287)
TDS U/S 194C (Payment to Contractors)	(8,012)
Total	157,718,175
Annexure - D : NUEPA Training Expenses	
Particulars	Amount Rs.
<u>Learning Resources</u>	
NUEPA Training Exp.	585,211
Return of NUEPA Training	314,789
Total	900,000
Annexure - E : MMER Expenses	
Particulars	Amount Rs.
<u>Publicity and Community Mobilization</u>	
CUG Vodafone Grant	189,680
Electricity Bill	47,024
Internet Bill	67,139
Mobile Bill	14,536
RMSA Website Development Charges	13,500
Telephone Bill	30,259
Total	362,138



Strengthening of State Resource Organisation	
Consultancy Charges	89,510
Conveyance, TA, DA	276,930
Honorarium	10,000
Office Contingency	188,441
Petrol Conveyance	816,715
Postage	4,566
Printing and Stationery	16,503
Refreshment	44,569
Remuneration	3,032,791
Remuneration to Dist. Staff	2,819,396
Repair and Maintenance	29,945
	7,329,366
Charges for Updation of Teachers Training Data in Teachers Training Management Software	50,000
Advertisemnt Expenses	120,856
Licence Fee	454,078
MMER Fixed Assests Exp.	218,935
Total	8,535,373

Annexure - F : RMSA School Construstion Expenses

Particulars	Amount Rs.
RMSA School Construction Exenses	493,496,000
Construction Grant to SSAM (For Toilet Blocks)	9,500,000
Total	502,996,000



Gujarat Council of Secondary Education

Annexure - B : Fixed Assets

SR. NO.	PARTICULARS	OP. BAL. AS ON 01.04.2014	ADDITION DURING THE YEAR	DEDUCTION DURING THE YEAR	CL. BAL. AS ON 31.03.2015
1	Canon Printer	5,950	-	-	5,950
2	Canon Zerox Machine	61,286	-	-	61,286
3	Computer	201,590	-	-	201,590
4	Computer Chair		29,459	-	29,459
5	Desktop-HP	75,876	-	-	75,876
6	Intercom System at Office		188,156	-	188,156
7	LAN Cable & Installation Charges		1,320	-	1,320
8	Laptop	448,530	-	-	448,530
9	Library Account Books	3,204	-	-	3,204
10	Office Equipment	59,035	-	-	59,035
11	Overhead Tank	14,250	-	-	14,250
12	Printer-HP	87,210	-	-	87,210
13	Projector	52,525	-	-	52,525
14	Refrigerator	10,390	-	-	10,390
15	R O Plant	18,000	-	-	18,000
16	Safe Locker	6,037	-	-	6,037
17	Tata Photon Plus	4,194	-	-	4,194
18	VIP Chairs	9,030	-	-	9,030
19	Wall Clock	4,800	-	-	4,800
20	Wall Hanging Fan	1,950	-	-	1,950
21	Water Cooler	32,750	-	-	32,750
22	Water Pump	5,500	-	-	5,500
23	Zerox Machine	109,743	-	-	109,743
TOTAL		1,211,850	218,935	-	1,430,785



Annexure - C : Advance To Districts

Sr. No.	Particulars	Opening Balance as On 01.04.2014	Given During The Year	Total	Settled During the Year *	Closing Balance on 31.03.2015
1	Advance to Districts	35,111,045	-	35,111,045	-	35,111,045
2	Ahmedabad (City)	213,213	1,977,600	2,190,813	1,977,600	213,213
3	Ahmedabad (Rural)	150,000	33,900,000	34,050,000	33,900,000	150,000
4	Amreli	161,051	18,205,600	18,366,651	18,205,600	161,051
5	Anand	926,240	2,073,600	2,999,840	2,073,600	926,240
6	Arvali		1,134,000	1,134,000	1,134,000	-
7	Banaskantha	82,004	65,683,400	65,765,404	65,683,400	82,004
8	Bharuch	169,400	20,568,800	20,738,200	20,568,800	169,400
9	Bhavnagar	621,792	2,745,400	3,367,192	2,745,400	621,792
10	Botad		232,800	232,800	232,800	-
11	Chota Udepur		477,800	477,800	477,800	-
12	Dahod		5,414,800	5,414,800	5,414,800	-
13	Dang(Ahwa)	123,400	1,069,800	1,193,200	1,069,800	123,400
14	Dwarka		366,600	366,600	366,600	-
15	Gandhinagar	705,164	1,575,400	2,280,564	1,575,400	705,164
16	Gir Somnath		569,000	569,000	569,000	-
17	Jamnagar	800,329	4,525,600	5,325,929	4,525,600	800,329
18	Junagadh	706,740	3,098,400	3,805,140	3,098,400	706,740
19	Kheda	258,953	2,359,800	2,618,753	2,359,800	258,953
20	Kutch - Bhuj	2,697,062	4,489,200	7,186,262	4,489,200	2,697,062
21	Mahisagar		1,019,000	1,019,000	1,019,000	-
22	Mehsana	84,653	1,630,000	1,714,653	1,630,000	84,653
23	Morbi		512,800	512,800	512,800	-
24	Narmada	1,847,880	14,290,600	16,138,480	14,290,600	1,847,880
25	Navsari	702,440	1,122,600	1,825,040	1,122,600	702,440
26	Panchmahal	217,502	1,456,200	1,673,702	1,456,200	217,502
27	Patan	135,165	8,391,800	8,526,965	8,391,800	135,165
28	Porbandar	228,459	934,000	1,162,459	934,000	228,459
29	Rajkot	561,855	3,188,200	3,750,055	3,188,200	561,855
30	Sabarkantha	538,280	1,899,800	2,438,080	1,899,800	538,280
31	Surat	500,569	12,774,400	13,274,969	12,774,400	500,569
32	Surendranagar	365,089	1,717,000	2,082,089	1,717,000	365,089
33	Tapi	217,760	13,631,000	13,848,760	13,631,000	217,760
34	Vadodara	313,704	40,604,800	40,918,504	40,604,800	313,704
35	Valsad	84,366	1,460,400	1,544,766	1,460,400	84,366
	Total	48,524,115	275,100,200	323,624,315	275,100,200	48,524,115

* Refer to Point No. 4 of Management Letter



Annexure - G : Recurring Expenses	
Particulars	Amount Rs.
Bank Charges	2,332
Remedial Teaching Grant	5,522,000
School Annual Grant	31,450,000
Science & Maths Lab Kit	16,973,846
SMDC Grant to Districts	3,619,200
Drawing Grant	32,975,000
Return of Drawing Grant	3,025,000
Science & Maths Book Fair	5,200,000
Sports Equipments	2,000,000
Professional Development Training Programme Expenses	1,680,000
SRG Member Training Expenses	150,000
Teachers Training Grant to Gujarat Secondary & Higher Secondary Education Board	17,600,000
Total	120,197,378



Name of Public Society : Gujarat Council Of Secondary Education

Name Of Project : Rashtriya Madhyamik Shiksha Abhiyan

Registration No.: F/1581/Gandhinagar

**Address : RMSA Office, Swami Vivekanand Vidhyavihar School Campus,
Sector - 12, Gandhinagar**

**SIGNIFICANT ACCOUNTING POLICIES FORMING PART OF ACCOUNTS FOR THE
YEAR 2014-15.**

1) BASIS OF ACCOUNTING

- i) The financial statements have been prepared under the historical cost convention, in accordance with the generally accepted accounting policies under the double entry system of accounting.
- ii) Unless otherwise stated here under, the financial accounts are drawn up on **cash basis**.

2) TREATMENT OF GRANT IN AID FROM CENTRAL / STATE GOVERNMENT

Grant-in-Aid has been taken into account on **actual receipt** from Central/State Government.

3) TREATMENT OF FIXED ASSETS AND DEPRECIATION

- i) Fixed Assets acquired from the grant fund towards the project are expensed as grant utilization to income and expenditure Account. However the fixed Assets acquired from the grant fund and used in the premises or at the office of RMSA Gandhinagar, as identified by the Management are capitalized as Fixed Assets by creating Capital Fund to Balance sheet Of Equivalent amount. The Fixed assets so capitalized are stated at cost of acquisition including taxes, duties, freight and other incidental expenses relating to acquisition.
- ii) No Depreciation is charged on fixed assets as they were acquired out of grant received from funding agency.

4) RECOGNITION OF INCOME AND EXPENDITURE

- i) The Grant fund is accounted on cash basis.
- ii) The Grant fund is reflected in the Income & Expenditure accounts as income to the extent of fund utilization against it.



- iii) The Grant Fund to the extent it remains unutilized at the end of the financial year is shown as liability in the balance sheets.
- iv) 'other income'-interest income, income from investment are accounted on cash basis.

5) TREATMENT OF DISTRICTS AND SCHOOL EXPENSES

The Office under audit has booked all releases to the district and school level units are classified as expenditure and the same indicated as expenditure in the books of accounts.

6) TREATMENT OF INTEREST EARNED IN THE BANK ACCOUNT

Interest earned on the funds kept in the Saving Bank Account maintained by the Trust is accounted as Receipts and treated like Grant-in-aid, to be utilized for the same purposes for which the Grant was received and subject to the same norms/guidelines.

**FOR, SAMIR M. SHAH & ASSOCIATES
CHARTERED ACCOUNTANTS
FIRM REGI. NO.: 122377W**



Samir Shah
**SAMIR M. SHAH
PARTNER
MEM. NO. 111052**

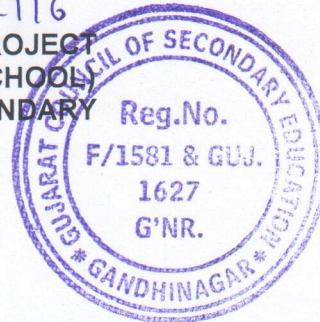
**Date : 03rd FEBRUARY, 2016
Place: AHMEDABAD**

**For, GUJARAT COUNCIL OF SECONDARY
EDUCATION**

[Signature]
03/02/16

**ADDITIONAL STATE PROJECT
DIRECTOR (MODEL SCHOOLS)
GUJARAT COUNCIL OF SECONDARY
EDUCATION**

**Date: 03rd FEBRUARY, 2016
Place: GANDHINAGAR**



Name of Public Society : Gujarat Council Of Secondary Education

Name Of Project : Rashtriya Madhyamik Shiksha Abhiyan

Registration No.: F/1581/Gandhinagar

**Address : RMSA Office, Swami Vivekanand Vidhyavihar School Campus,
Sector-12, Gandhinagar**

NOTES FORMING PART OF ACCOUNTS FOR THE YEAR 2014-15

- 1) Following Books Of Accounts & Records have been maintained by the society during the year under review.
 - Cash Book
 - Bank Book
 - Bank Statement
 - Journal Register
 - General Register
 - Other Documents & Related Records.

- 2) As Per the "Manual for Financial management and procurement for RMSA" point no.5.23 Advances : All releases to the districts and school level units are initially classified as advances and the same indicated as such in the books of accounts.
The Office under audit had booked all release to the districts and school level units are classified as expenditure and the same indicated as expenditure in the books of account.Further the same is not supported by appropriate record like utilisation certificates / expenditure statements for the actual expenditure.

- 3) The Trust does not have any contingent liabilities for disclosure for the year ending as on 31st March,2015.

- 4) The transactions are recorded in the books of account with such documentary evidence,which were signed and passed by competent authority.

- 5) The Balances Of amounts in current liabilities and current assets are as per books of accounts and subject to confirmations from the respective parties.

- 6) The current assets are considered good and recoverable or adjustable in the next year.



- 7) The management is of the opinion that since the income and receipts of the trust are not taxable under the income tax act no provision has been made in the books of accounts.

FOR, SAMIR M. SHAH & ASSOCIATES
CHARTERED ACCOUNTANTS
FIRM REGI. NO.: 122377W



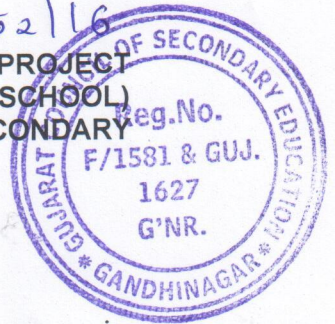
Samir Shah
SAMIR M. SHAH
PARTNER
MEM. NO. 111052

Date : 03rd FEBRUARY, 2016
Place: AHMEDABAD

For, GUJARAT COUNCIL OF SECONDARY
EDUCATION

03/02/16
ADDITIONAL STATE PROJECT
DIRECTOR (MODEL SCHOOL)
GUJARAT COUNCIL OF SECONDARY
EDUCATION

Date: 03rd FEBRUARY, 2016
Place: GANDHINAGAR



The Bombay Public Trust Act, 1950
Schedule IXC [vide Rule-32]

Name of the Public Trust :
GUJARAT COUNCIL OF SECONDARY EDUCATION (RMSA)
Registration No. : F/1581/ Gandhinagar

Receipt and Payment Account for the Period from 01.04.2014 to 31.03.2015

Receipts	Amount Rs.	Amount Rs.	Payments	Amount Rs.	Amount Rs.
			<u>Closing Balance</u> Cash State Bank Of India FD With GSFS	5,490 423,783,698 -	423,789,188
		1,062,323,555			1,062,323,555

As per our Audit Report of even date
For, SAMIR M. SHAH & ASSOCIATES
CHARTERED ACCOUNTANTS
FIRM REGI. NO.: 122377W



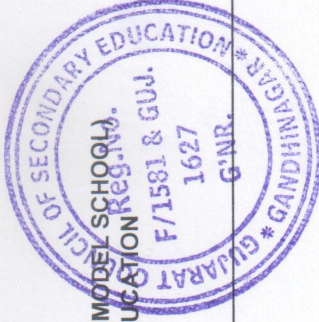
Samir M. Shah
SAMIR M. SHAH
PARTNER
MEM. NO. 111052

Place : Ahmedabad
Date : 03rd February, 2016

For, GUJARAT COUNCIL OF SECONDARY EDUCATION

RS 03/02/16

ADDITIONAL STATE PROJECT DIRECTOR (MODEL SCHOOL)
GUJARAT COUNCIL OF SECONDARY EDUCATION Reg.No.



Place : Gandhinagar
Date : 03rd February, 2016

The Bombay Public Trust Act, 1950
Schedule IX (VIDE Rule - 32)

Statement of income liable to contribution for the year ending on 31.03.2015

Name Of Public Trust :Gujarat Council of Secondary Education (RMSA)

Registration No. F/1581/Gandhinagar

Particulars	Amount Rs.	Amount Rs.
Gross Annual Income		
Details Of Income not Chargeable to Contribution under section -58 Rule -32		
1) Donation Received during the year from any sources		
2) Grants by Government and Local authority		
3) Interest on sinking or Depreciation Fund		
4) Amount Spent for the medical relief		
5) Deduction out of Income from land used for agriculture Purpose:-		
a) Land Revenue And Local		
b) Rent Payable to superior		
6) Deduction out of income from land used for Non-agriculture purpose:-		
a) Assessment,cesses and others		
b) Ground Rent Payable to Others		
c) Insurance premium		
d) Repairs at 7-1/3 percent of gross		
e) Cost of collection at 4 percent		
7) Cost Of collection Of income or receipts from securities,stocketc. % of Such Income		
8) Deduction on account of repairs in respect of buildings not rented and yielding no income at 8-1/3 percent of the estimated gross annual rent		
Income Liable to Contribution		Nil

Since the Trust is operating and functioning absolutely for educational purpose, Trust's Income is not liable to Contribution

For, SAMIR M. SHAH & ASSOCIATES
CHARTERED ACCOUNTANTS

FIRM REGI. NO.: 122377W

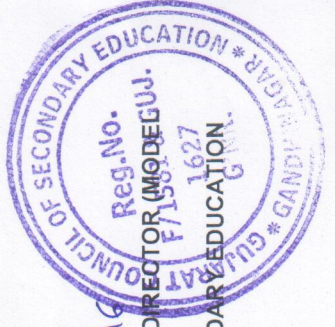


SAMIR M. SHAH
PARTNER

MEM. NO. 111052

Place : Ahmedabad
Date : 03rd February, 2016

For, GUJARAT COUNCIL OF SECONDARY EDUCATION



[Signature]
03/02/16

ADDITIONAL STATE PROJECT DIRECTOR (MDEGUJ. SCHOOL)

GUJARAT COUNCIL OF SECONDARY EDUCATION

Place : Gandhinagar

Date : 03rd February, 2016

Name of the Society: Gujarat Council Of Secondary Education, Gandhinagar
Name of Scheme :Rashtriya Madhyamik Shiksha Abhiyan

Utilisation Certificate for the year ended on 31.03.2015
(Recurring)

(Rs. In lakhs)

Sr. No.	Particulars	Central	State	Total
1	Total opening balance (Recurring) as on beginning of the previous year (as per audited accounts)	1072.57	211.32	1283.89
2	Recurring grants received during the previous year			
2.1	Fund received vide sanction No. GSQAC/2014/7292 dated 14th October, 2014	0.00	50.00	50.00
2.2	Fund received vide sanction No. PRE/1215/2102/KA dated 24th January, 2015	0.00	360.00	360.00
2.3	Fund received vide sanction No. UMB/UMA.2/GSQAC/2015/545-48 dated 30th January, 2015	0.00	2.00	2.00
3	Total fund received	0.00	412.00	412.00
4	Other receipts/interest			
4.1	Fund received vide sanction No. NUEPA/EMIS/TPSE2014/2014 dated 17th December, 2014	9.00	0.00	9.00
4.2	Return of Grant from Districts	0.28	0.00	0.28
4.3	Other receipts	0.00	0.30	0.30
5	Total fund available	1081.85	623.62	1705.47
6	Expenditure (grant in aid general)	965.50	321.83	1287.33
7	NUEPA Training Expenses	9.00	0.00	9.00
8	Total Expenditure	974.50	321.83	1296.33
9	Unspent Balance at the end of current financial year (as on 31.03.2015)	107.35	301.79	409.14

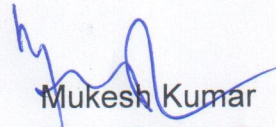


Certified that out of Rs. 412.00 Lacs (Rupees Four Hundred Twelve Lacs Only) of grant-in-aid sanctioned during the year 2014-15 in favour of Gujarat Council Of Secondary Education, Gandhinagar as State share from the State Government vide letter Nos. as indicated above and Rs 9.58 Lacs (Rupees Nine Lacs Fifty Eight Thousand Only) on account of interest earned and other receipts during the period of 2014-15 and Rs.1283.89 Lacs (Rupees One Thousand Two Hundred Eighty Three Lacs Eighty Nine Thousand Only) on account of unspent balances of the previous year, a sum of Rs. 1296.33 Lacs (Rupees One Thousand Two Hundred Ninety Six Lacs Thirty Three Thousand Only) has been utilized for the purpose for which it was sanctioned and the balance of Rs. 409.14 Lacs (Rupees Four Hundred Nine Lacs Fourteen Thousand Only) remains at the end of year.

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

Kinds of checks exercised

- i. Audited Statement of Accounts (Copy enclosed)
- ii. Utilization received from executing units, records during sample visit.
- iii. Progress Report


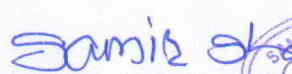


Mukesh Kumar
State Project Director-RMSA
State: Gujarat

Auditors' Certificate

We have verified the above statement with the books and records produced before us for our verification and found the same has been drawn in accordance therewith.

For, **SAMIR M. SHAH & ASSOCIATES**
CHARTERED ACCOUNTANTS
FIRM REGI. NO.: 122377W



SAMIR M. SHAH
PARTNER

MEM. NO. 111052

Place : Ahmedabad

Date : 03rd February, 2016

Name of the Society: Gujarat Council Of Secondary Education, Gandhinagar
Name of Scheme :Rashtriya Madhyamik Shiksha Abhiyan

Utilisation Certificate fo the year ended on 31.03.2015
(Non- Recurring)

(Rs. In lakhs)

Sr. No.	Particulars	Central	State	Total
1	Total opening balance (Non Recurring) as on beginning of the previous year (as per audited accounts)	1962.50	0.00	1962.50
2	Recurring grants received during the previous year			
2.1	Fund Received vide sanction No. RMSA/Budget/2014-15/1315-1320 dated 26/06/2014	0.00	1789.26	1789.26
2.2	Fund received vide sanction No.F.1076-1-24/2014-Sch-III(GEN) Dated 24th December, 2014	71.25	0.00	71.25
2.3	Fund Received vide sanction No. GCSE/MS/Grant/2014-15/5653 dated 18th Mar, 2015	0.00	23.75	23.75
2.4	Fund Received vide sanction No. GCSE/RMSA/Grant/2014-15/5810 to 5815	0.00	2400.00	2400.00
3	Total fund received	71.25	4213.01	4284.26
4	Other receipts/interest	227.00	75.67	302.67
5	Total fund available	2260.75	4288.68	6549.43
6	Expenditure (grant in aid general)	0.00	0.00	0.00
7	Expenditure (grants for creation of capital assets)	2260.75	2769.21	5029.96
8	Total expenditure	2260.75	2769.21	5029.96
9	Unspent Balance at the end of current financial year (as on 31.03.2015)	0.00	1519.47	1519.47

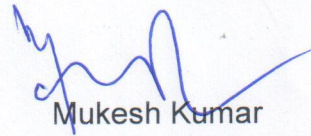


Certified that out of Rs. 71.25 Lacs (Rupees Seventy One Lacs Twenty Five Thousand Only) of grant-in-aid sanctioned during the year 2014-15 in favour of Gujarat Council Of Secondary Education, Gandhinagar vide Ministry of Human Resource Development, Department of School Education and Rs. 4213.01 Lacs (Rupees Four Thousand Two Hundred Thirteen Lacs One Thousand Only) received as State share from the State Government vide letter Nos. as indicated above and Rs 302.67 Lacs (Rupees Three Hundred Two Lacs Sixty Seven Thousand Only) on account of interest earned and other receipts during the period of 2014-15 and Rs.1962.50 Lacs (Rupees One Thousand Nine Hundred Sixty Two Lacs Fifty Thousand Only) on account of unspent balances of the previous year, a sum of Rs. 5029.96 Lacs (Rupees Five Thousand Twenty Nine Lacs Ninety Six Thousand Only) has been utilized for the purpose for which it was sanctioned and the balance of Rs. 1519.47 Lacs (Rupees One Thousand Five Hundred Nineteen Lacs Forty Seven Thousand Only) remains at the end of year.

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

Kinds of checks exercised

- i. Audited Statement of Accounts (Copy enclosed)
- ii. Utilization received from executing units, records during sample visit.
- iii. Progress Report


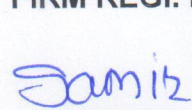


Mukesh Kumar
State Project Director-RMSA
State: Gujarat

Auditors' Certificate

We have verified the above statement with the books and records produced before us for our verification and found the same has been drawn in accordance therewith.

For, **SAMIR M. SHAH & ASSOCIATES**
CHARTERED ACCOUNTANTS
FIRM REGI. NO.: 122377W



SAMIR M. SHAH

PARTNER

MEM. NO. 111052

Place : Ahmedabad

Date : 03rd February, 2016

Gujarat Council Of Secondary Education
(Girls Hostel Project)

Audit Report
Financial Year 2014-15

Samir M. Shah & Associates
Chartered Accountants

To
The State Project Director,
Gujarat Council Of Secondary Education (Girls Hostel Project),
Gandhinagar

3rd February, 2016

**Statutory Audit Report of Gujarat Council Of Secondary Education (Girls Hostel Project),
for the Period 01/04/2014 to 31/03/2015**

Dear Sir,

With reference to your Letter dated 12th June, 2015 vide Reference No. GCSE/Finance/1582 appointing us to conduct the Statutory Audit. We have completed our Statutory Audit Assignment for the above mentioned period as per the scope of Statutory Audit given by the Management.

We conducted our audit in accordance with the auditing standard generally accepted in India. We have obtained all the explanations and information's to the best of our knowledge and belief necessary for the purpose of audit and we believe that our audit provides a reasonable basis for our opinion.

Utmost care has been taken while performing the Statutory Audit. However, there may exists material frauds, misstatements and other illegal acts which may not be detected while performing the audit because of the limitations of audit process.

We are giving our opinion on the basis of explanations and documents provided to us at the time of audit. However we are not concern if any changes or misstatements occur after the completion of audit.

We have reported all those facts which in our opinion cover a reasonable ground for reporting.

Audit Report for the period 01/04/2014 to 31/03/2015 is enclosed herewith.

Yours faithfully,

For, Samir M Shah & Associates
Chartered Accountants


Samir M Shah
(Partner)



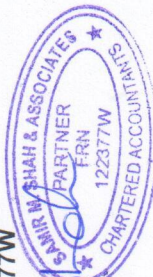
The Bombay Public Trust Act, 1950
Schedule IXC [vide Rule-32]

Name of the Public Trust :
GUJARAT COUNCIL OF SECONDARY EDUCATION (GIRLS HOSTEL)
Registration No. : F/1581/ Gandhinagar

BALANCE SHEET AS ON 31ST MARCH, 2015

Particulars	Amount Rs.	Particulars	Amount Rs.	Amount Rs.
Capital Reserve :		Fixed Assets :		
Opening Balance	-	Op. Balance	-	-
Addition During the year	-	Addition During the Year	-	
Current Liabilities & Provisions (As Per Annexure-A)		Current Assets		3,517,854
Branch Division		Cash	21,277	
Gujarat Council of Secondary Education		State Bank Of India	3496577	
Unspent Grant & Int. Income				
Income over Expenditure :				
Opening Balance	-			
Less/add : Surplus/Deficits during the year	-			
				3,517,854

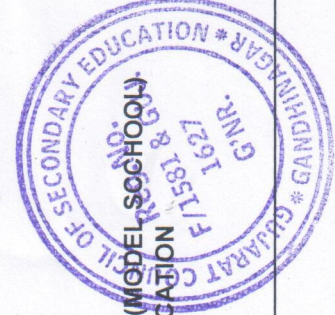
As per our Audit Report of even date
For, SAMIR M. SHAH & ASSOCIATES
CHARTERED ACCOUNTANTS
FIRM REGI. NO.: 122377W



Samir M. Shah
SAMIR M. SHAH
PARTNER
MEM. NO. 111052

Place : Ahmedabad
Date : 3rd February, 2016

For, GUJARAT COUNCIL OF SECONDARY EDUCATION



R. S. Chohan
31.02.16

ADDITIONAL STATE PROJECT DIRECTOR (MODEL SCHOOL)
GUJARAT COUNCIL OF SECONDARY EDUCATION

Place : Gandhinagar
Date : 3rd February, 2016

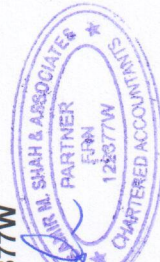
The Bombay Public Trust Act, 1950
Schedule IXC [vide Rule-32]

Name of the Public Trust :
GUJARAT COUNCIL OF SECONDARY EDUCATION (GIRLS HOSTEL)
Registration No. : F/1581/ Gndhinagar

**INCOME AND EXPENDITURE ACCOUNT FOR THE YEAR
ENDED ON 31ST MARCH, 2015**

Particulars	Amount Rs.	Amount Rs.	Particulars	Amount Rs.	Amount Rs.
MMER Expenses (As per Annexure - B)	4,799,863	4,799,863	<u>Grant Recognised</u> MMER Income Girls Hostel Cont. Income	4,799,863 478,825,500	483,625,363
Girls Hostel Construction Expenses (As per Annexure - C)	478,825,500	478,825,500	<u>Interest Income</u> Less: Unspent Int. Transfer to liabilities	2,879,774 2,879,774	-
Net Surplus Carried Over to Balance Sheet		-			483,625,363
		483,625,363			483,625,363

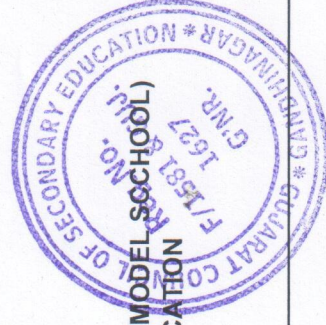
As per our Audit Report of even date
For, SAMIR M. SHAH & ASSOCIATES
CHARTERED ACCOUNTANTS
FIRM REGI. NO.: 122377W



Samir M. Shah
SAMIR M. SHAH
PARTNER
MEM. NO. 111052

Place : Ahmedabad
Date : 3rd February, 2016

For, GUJARAT COUNCIL OF SECONDARY EDUCATION



R. S. Joshi
03/02/16

ADDITIONAL STATE PROJECT DIRECTOR (MODEL SCHOOL)
GUJARAT COUNCIL OF SECONDARY EDUCATION

Place : Gandhinagar
Date : 3rd February, 2016

Gujarat Council of Secondary Education

Annexure - A : Current Liabilities & Provisions

Particulars	Amount (Rs.)
Professional Tax	10,970
Total	10,970

Annexure - B : MMER Expenses

Particulars	Amount (Rs.)
Audit Fees	88,750
Consultancy Exp.	44,944
Contingency Exp	304,375
Contingency Grant	9,147
Electricity Exp.	24,315
Maintanance & Repairs	14,800
Printing and Stationary Exp	34,337
Remuneration to Staff	3,122,877
TA DA	504,812
Telephone Exp.	10,574
User Charge Of BSNL	7,637
User Charges of Tata Photon	3,922
Vehicle Rent	524,773
Bank Charges	600
Contingency Grant Disbursed to Districts	
Ahmedabad (Rural)	4,000
Amreli	4,000
Anand	4,000
Banaskantha	4,000
Bharuch	4,000
Bhavnagar	4,000
Dahod	4,000
Dang	4,000
Gandhinagar	4,000
Jamnagar	4,000
Junagadh	4,000
Kheda	4,000
Kutch	4,000
Narmada	4,000
Navsari	4,000
Mehsana	4,000
Panchmahal	4,000
Patan	4,000
Porbandar	4,000
Rajkot	4,000



Sabarkantha	4,000
Surat	4,000
Surendranagar	4,000
Tapi	4,000
Vadodara	4,000
Valsad	4,000
	104,000
Total	4,799,863

ANNEXURE - C : Girls Hostel Construction Expenses	
Particulars	Amount (Rs.)
<u>Girls Hostel Construction Expenses</u>	
Ahmedabad (Rural)	63,977,250
Amreli	10,655,000
Banaskantha	129,816,000
Bhavnagar	36,900,000
Dahod	23,272,000
Junagadh	9,284,500
Kheda	16,560,000
Mehsana	13,700,000
Panchmahal	57,922,000
Patan	42,364,750
Rajkot	15,200,000
Tapi	44,393,000
Valsad	14,781,000
Total	478,825,500



Name of Public Society : Gujarat Council of Secondary Education

Name Of Project : Girls Hostel

Registration No.: F/1581/Gandhinagar

**Address : RMSA Office, Swami Vivekanand Vidhyavihar School Campus,
Sector-12, Gandhinagar**

**SIGNIFICANT ACCOUNTING POLICIES FORMING PART OF ACCOUNTS FOR THE
YEAR 2014-15.**

1) BASIS OF ACCOUNTING

- i) The financial statements have been prepared under the historical cost convention, in accordance with the generally accepted accounting policies under the double entry system of accounting.
- ii) Unless otherwise stated here under, the financial accounts are drawn up on **cash basis**.

2) TREATMENT OF GRANT IN AID FROM CENTRAL / STATE GOVERNMENT

Grant-in-Aid has been taken into account on **actual receipt** from Central/State Government.

3) TREATMENT OF FIXED ASSETS AND DEPRECIATION

- i) Fixed Assets acquired from the grant fund towards the project are expensed as grant utilization to income and expenditure Account. However the fixed Assets acquired from the grant fund and used in the premises or at the office of RMSA Gandhinagar, as identified by the Management are capitalized as Fixed Assets by creating Capital Fund to Balance sheet Of Equivalent amount. The Fixed assets so capitalized are stated at cost of acquisition including taxes, duties, freight and other incidental expenses relating to acquisition.
- ii) No Depreciation is charged on fixed assets as they were acquired out of grant received from funding agency.

4) RECOGNITION OF INCOME AND EXPENDITURE

- i) The Grant fund is accounted on cash basis.
- ii) The Grant fund is reflected in the Income & Expenditure accounts as income to the extent of fund utilization against it.



- iii) The Grant Fund to the extent it remains unutilized at the end of the financial year is shown as liability in the balance sheets.
- iv) 'other income'-interest income, income from investment are accounted on cash basis.

5) TREATMENT OF DISTRICTS AND SCHOOL EXPENSES

The Office under audit has booked all releases to the district and school level units are classified as expenditure and the same indicated as expenditure in the books of accounts.

6) TREATMENT OF INTEREST EARNED IN THE BANK ACCOUNT

Interest earned on the funds kept in the Saving Bank Account maintained by the Trust is accounted as Receipts and treated like Grant-in-aid, to be utilized for the same purposes for which the Grant was received and subject to the same norms/guidelines.

**FOR, SAMIR M. SHAH & ASSOCIATES
CHARTERED ACCOUNTANTS
FIRM REGI. NO.: 122377W**



Samir Shah
**SAMIR M. SHAH
PARTNER
MEM. NO. 111052**

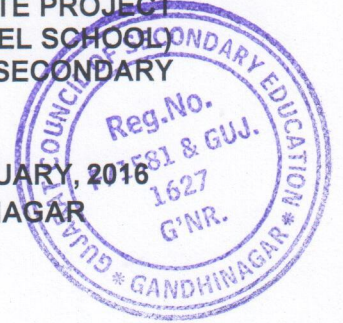
**Date : 03rd FEBRUARY, 2016
Place: AHMEDABAD**

**For, GUJARAT COUNCIL OF SECONDARY
EDUCATION**

[Signature] 3/2/16

**ADDITIONAL STATE PROJECT
DIRECTOR (MODEL SCHOOL)
GUJARAT COUNCIL OF SECONDARY
EDUCATION**

**Date: 03rd FEBRUARY, 2016
Place: GANDHINAGAR**



Name of Public Society : Gujarat Council of Secondary Education

Name Of Project : Girls Hostel

Registration No.: F/1581/Gandhinagar

Address : RMSA Office, Swami Vivekanand Vidhyavihar School Campus,
Sector-12, Gandhinagar

NOTES FORMING PART OF ACCOUNTS FOR THE YEAR 2014-15

- 1) Following Books Of Accounts & Records have been maintained by the society during the year under review.
 - Cash Book
 - Bank Book
 - Bank Statement
 - Journal Register
 - General Register
 - Other Documents & Realted Records.

- 2) ***As Per the "Manual for Financial management and procurement for RMSA" point no.5.23 Advances : All releases to the districts and school level units are initially classified as advances and the same indicated as such in the books of accounts.***
The Office under audit had booked all release to the districts and school level units are classified as expenditure and the same indicated as expenditure in the books of account.Further the same is not supported by appropriate record like utilisation certificates / expenditure statements for the actual expenditure.

- 3) The Trust does not have any contingent liabilities for disclosure for the year endingg as on 31st March,2015.

- 4) The transactions are recorded in the books of account with such documentary evidence,which were signed and passed by competent authority.

- 5) The Balances Of amounts in current liabilities and current assets are as per books of accounts and subject to confirmations from the respective parties.

- 6) The current assets are considered good and recoverable or adjustable in the next year.



- 7) The management is of the opinion that since the income and receipts of the trust are not taxable under the income tax act no provision has been made in the books of accounts.

FOR, SAMIR M. SHAH & ASSOCIATES
CHARTERED ACCOUNTANTS
FIRM REGI. NO.: 122377W



Samir Shah

SAMIR M. SHAH
PARTNER
MEM. NO. 111052

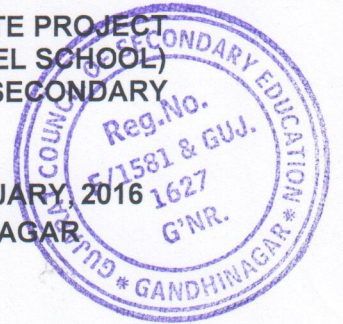
Date : 03rd FEBRUARY, 2016
Place: AHMEDABAD

For, GUJARAT COUNCIL OF SECONDARY
EDUCATION

P. 02/2/16

ADDITIONAL STATE PROJECT
DIRECTOR (MODEL SCHOOL)
GUJARAT COUNCIL OF SECONDARY
EDUCATION

Date: 03rd FEBRUARY, 2016
Place: GANDHINAGAR



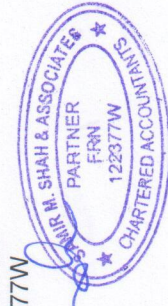
The Bombay Public Trust Act, 1950
Schedule IX [vide Rule-32]

Name of the Public Trust :
GUJARAT COUNCIL OF SECONDARY EDUCATION (GIRLS HOSTEL)
Registration No. : F/1581/ Gndhinagar

Receipts and Payments Account for the Period from 01.04.2014 to 31.03.2015

Receipts	Amount Rs.	Amount Rs.	Payments	Amount Rs.	Amount Rs.
Opening Balance Cash State Bank Of India	- 71884473	71,884,473	MMER Exp. Audit Fees Consultancy Exp. Contingency Exp Contingency Grant Electricity Exp. Maintenance & Repairs Printing and Stationary Exp Remuneration to Staff TA DA Telephone Exp. User Charge Of BSNL User Charges of Tata Photon Vehicle Rent Bank Charges Contingency Grant Disbursed to Districts	88,750 44,944 304,375 9,147 24,315 14,800 34,337 3,122,877 504,812 10,574 7,637 3,922 524,773 600 104,000	4,799,863
Grant Received GOI Non Recurring Grant	412368000	412,368,000			
Bank Interest Bank Interest Interest Received From SBI Fund	1,582,358 1,297,416	2,879,774			
Current Liabilities Professional Tax	10970	10,970			
		487,143,217	Girls Hostel Construction Expenses Closing Balance Cash State Bank Of India	478825500 21,277 3496577	478,825,500 3,517,854
					487,143,217

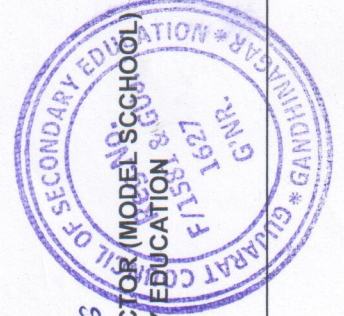
As per our Audit Report of even date
For, SAMIR M. SHAH & ASSOCIATES
CHARTERED ACCOUNTANTS
FIRM REGI. NO.: 122377W



Samir M. Shah
SAMIR M. SHAH
PARTNER
MEM. NO. 111052

Place : Ahmedabad
Date : 3rd February, 2016

For, GUJARAT COUNCIL OF SECONDARY EDUCATION



R. S. Shah
03/02/16

ADDITIONAL STATE PROJECT DIRECTOR (MODEL SCHOOL)
GUJARAT COUNCIL OF SECONDARY EDUCATION

Place : Gandhinagar
Date : 3rd February, 2016

The Bombay Public Trust Act, 1950
Schedule IXC(VIDE Rule - 32)

Statement of income liable to contribution for the year ending on 31.03.2015

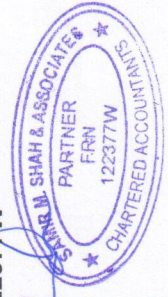
Name Of Public Trust :Gujarat Council of Secondary Education (Girls Hostel)

Registration No. F/1581/Gandhinagar

Particulars	Amount Rs.	Amount Rs.
Gross Annual Income		Nil
Details Of Income not Chargeable to Contribution under section -58 Rule -32		
1) Donation Received during the year from any sources		
2) Grants by Government and Local authority		
3) Interest on sinking or Depreciation Fund		
4) Amount Spent for the medical relief		
5) Deduction out of Income from land used for agriculture Purpose:-		
a) Land Revenue And Local		
b) Rent Payable to superior		
6) Deduction out of income from land used for Non-agriculture purpose:-		
a) Assessment,cesses and others		
b) Ground Rent Payable to Others		
c) Insurance premium		
d) Repairs at 7-1/3 percent of gross		
e) Cost of collection at 4 percent		
7) Cost Of collection Of income or receipts from securities,stocketc. % of Such Income		
8) Deduction on account of repairs in respect of buildings not rented and yielding no income at 8-1/3 percent of the estimated gross annual rent		
Income Liabe to Contribution		-

Since the Trust is operating and functioning absolutely for educational purpose, Trust's Income is not liable to Contribution

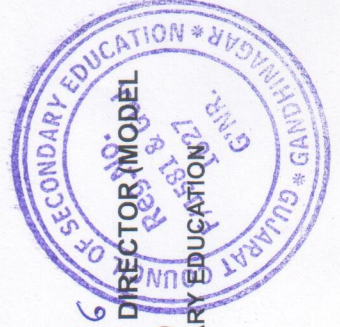
For, SAMIR M. SHAH & ASSOCIATES
CHARTERED ACCOUNTANTS
FIRM REGI. NO.: 122377W



Samir M. Shah
SAMIR M. SHAH
PARTNER
MEM. NO. 111052

Place : Ahmedabad
Date : 3rd February, 2016

For, GUJARAT COUNCIL OF SECONDARY EDUCATION



[Signature]
03/02/16

ADDITIONAL STATE PROJECT DIRECTOR (MODEL
SCSCHOOL)
GUJARAT COUNCIL OF SECONDARY EDUCATION
Place : Gandhinagar
Date : 3rd February, 2016

Name of the Society: Gujarat Council Of Secondary Education, Gandhinagar
Name of Scheme : Girls Hostel

Utilisation Certificate fo the year ended on 31.03.2015
(Non- Recurring & Recurring)

(Rs. In lakhs)

Sr. No.	Particulars	Central	State	Total
1	Total opening balance (Non Recurring) as on beginning of the previous year (as per audited accounts)	234.37	484.22	718.59
2	Recurring grants received during the previous year			
2.1	Fund received vide sanction No.F.3.14/2009-DESK(GH) dated 24.01.2014	4123.68	0.00	4123.68
3	Total fund received	4123.68	0.00	4123.68
4	Other receipts/interest	25.92	2.88	28.80
5	Total fund available	4383.97	487.10	4871.07
6	Expenditure (grant in aid general)	43.20	4.80	48.00
7	Expenditure (grants for creation of capital assets)	4309.43	478.83	4788.26
8	Total Expenditure	4352.63	483.63	4836.26
9	Unspent Balance at the end of current financial year (as on 31.03.2015)	31.34	3.47	34.81

Certified that out of Rs. 4123.68 Lacs (Rupees Four Thousand One Hundred Twenty Three Lacs Sixty Eight Thousand Only) of grant-in-aid sanctioned during the year 2014-15 in favour of Gujarat Council Of Secondary Education, Gandhinagar vide Ministry of Human Resource Development, Department of School Education and Rs 28.80 Lacs (Rupees Twenty Eight Lacs Eighty Thousand Only) on account of interest earned and other receipts during the period of 2014-15 and Rs.718.59 Lacs (Rupees Seven Hundred Eighteen Lacs Fifty Nine Thousand Only) on account of unspent balances of the previous year, a sum of Rs. 4836.26 Lacs (Four Thousand Eight Hundred Thirty Six Lacs Twenty Six Thousand Only) has been utilized for the purpose for which it was sanctioned and the balance of Rs. 34.81 Lacs (Rupees Thirty Four Lacs Eighty One Thousand Only) remains at the end of year.



4. Head Office has booked all release to the districts units are classified as expenditure and the same indicated as expenditure in the books of accounts. As per the "Manual for Financial management and procurement for RMSA" point no.5.23 Advances : All releases to the districts level units are initially classified as advances and the same indicated as such in the books of accounts. Hence we suggest that Monthly Utilization Statement needs to be taken from the districts and accordingly it should be accounted in the books of Head Office.
5. During the course of audit at district level, it is observed that the Income Tax provision in respect of tax deducted at source has not been complied with. There is need to device proper Control to ensure Income tax provision in respect of tax deducted at source are complied.
6. Following balances should be confirmed and reconciled at the earliest:

Sr. No.	Account Head	Amount (in Rs.)
1	Gujarat Council of Secondary Education	25,000 Cr.
2	Interest on FD (OBC)	8,212 Cr.

It is advisable to the Management, settle various old accounts in which no transactions has not taken place during the year , which can lead to incorrect presentation of books of accounts.

7. The Department is not having practice of verifying Form – 26AS for TDS deducted on its own income.
8. During the course of audit of Head Office, we have not been provided with required quotations / contracts / tender documents / vouchers etc; in case of many instances.
9. The department has reallocated the nature of expenses to allocate the same as per the budget limits as per AWP&B approved by the MHRD.
10. Ledger accounts are maintained properly at few offices at district level and hence bifurcations of opening balances are not available activity wise.

