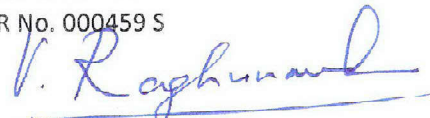


AUDITOR'S CERTIFICATE

RE: Andhra Pradesh Urban Infrastructure Fund (APUIF)

1. The APUIF Trust having its office at Guntur has requested us (M. Bhaskara Rao & Co., Chartered Accountants, Statutory Auditors of APUIF) to certify the "Statement of Receipts and Payments Account" for the year 2015-16 for one of its sponsored scheme Andhra Pradesh Municipal Development Project-(APMDP) and having its objective to improve urban services in the State of Andhra Pradesh for the purpose of its submission to World Bank.
2. The Management of the trust is responsible for preparation and maintenance of proper books of account and other relevant records. This responsibility includes collecting, collating and validating data and designing, implementing and monitoring of internal controls for preparation and maintenance of books account.
3. Our responsibility, for the purpose of issuance of this certificate, is limited to certifying the amounts disclosed in the statement. We conducted our engagement in accordance with the Guidance Note on Reports or Certificates for Special Purpose issued by the Institute of Chartered Accountants of India. That Guidance Note requires that we comply with the ethical requirements of the Code of Ethics issued by the Institute of Chartered Accountants of India.
4. Based on our examination as aforesaid paragraph and according to the information, explanations and representations provided to us by the Management of the trust, we certify that:
The Particulars of the attached Statement of Receipts and Payments relating to APMDP (one of schemes of APUIF) during the year 2015-16 have been extracted from APUIF books of account and records subject to the following observations.
 - i) Grants for "C" – Component funds aggregating to Rs 302,15,00,000/- have been accounted in the books of account to the extent of transfer made by APMDP Office into the bank accounts of APUIF separately maintained for this project.
 - ii) Grants for "D" – Component funds aggregating to Rs 2,98,00,000/- have been accounted in the books of account to the extent of transfer made by APMDP Office into the bank accounts of APUIF separately maintained for this project.
 - iii) Grants released to Urban Local Bodies aggregating to Rs 225,50,00,000/- in respect of which Utilisation Certificates are pending.

For M. Bhaskara Rao & Co
Chartered Accountants
F R No. 000459 S



V. Raghunandan
Partner


M No. 026255

Hyderabad 29th, April 2017

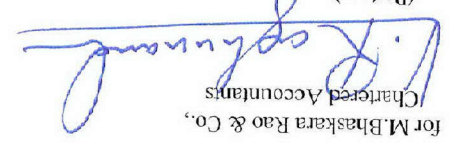
ANDHRA PRADESH URBAN INFRASTRUCTURE FUND
Andhra Pradesh Municipal Development Project
Receipts and Payments for the period from 01.04.2015 to 31.03.2016

for the period from 02-6-2014 to 31.03.2015 Rs.	Receipts	Opening Bank Balance	Interest received on CLTD	"C" Component Advance	"D" Component Advance	Total
806,08,677	97,11,556	11457,28,000	-	234,40,000		12594,88,233
		59,82,486	344,36,103	30215,00,000	298,00,000	30917,18,589
		-	-	257,05,747	12278,00,000	12594,88,233
		-	-	-	59,82,486	
		APUFIDC				
				"D" component	"C" Component	
					Closing Balance	
						Total
						30917,18,589

for Andhra Pradesh Urban Infrastructure Fund


Trustee Secretary


Finance Manager


Chartered Accountants
(Partner)

for M. Bhaskara Rao & Co.,


Place: Hyderabad
Date: 29th April 2017

AUDIT REPORT

We have audited the attached the Project Financial statement relating to the Comprehensive Planning of Water Supply Improvements in Ananthapuramu Municipal Corporation financed by sub loans / sub grant components of the Andhra Pradesh Municipal Development Project financed under World Bank Loan No 7816-IN as on **31.03.2016**. The Project Financial statements are the responsibility of the management and our responsibility is to express an opinion on these financial statements (sources and uses of funds) based on the audit.

We conducted the audit in accordance with the regulations and standards of audit followed by State Audit Department which require that we perform the audit to obtain reasonable assurance about the end use of the project loans /grants flowing to the ULB and they were used for intended purpose. Accordingly the auditors have exercised such tests of accounting records internal cheques and controls and other auditing procedures as necessary.

In our opinion, and to the best of our information and according to the explanations given to us, the project financial statements give a true and fair view of the sources and uses of funds of the project financed by loans /grants and contribution from the ULB for the financial year ended **31.03.2016**. In addition an adequate supporting document has been maintained to support expenditures incurred and such expenditures are eligible for financing under the loan agreement.


District Audit Officer,
State Audit, Ananthapuramu




Annexure II
Ananthapuramu Municipal Corporation
Project Financial Statement as on 31.03.2016
Name of the Project: Andhra Pradesh Municipal Development Project
Name of the Sub Project: Comprehensive Planning of Water supply Service Improvements

Sl.No	Funding Pattern (in Rs)	Original (Rs) in Lakhs)	Revised
1	Loan from APUIF	3820.00	
2	Grant from APUIF	13370.00	
3	ULB Contribution	1910.00	
4	Others(Please Specify)		
5	Interest during Construction as Loan		
6	Interest during Construction by ULB		
	Total	19100.00	

Sl. No	Sources of Funds	Up to 31.03.2015	During the Year 2015-16	Cumulative up to 31.03.2016 (Rs. In rupees)
	Opening Balance		13,95,00,000	
1	Received from APUIF as Loan			13,95,00,000
2	Received from APIUF as Capital Grant	13,95,00,000		
3	ULB Contribution			
4	Other (Please Specify)			
	Total (A)	13,95,00,000	13,95,00,000	13,95,00,000
	Application of Funds			
1	Goods			
2	Payment to Contractors			
	i)Civil Works -Mobilization advance			
	ii)Civil Works-Bills Payment			
	iii)Others (please Specify)			
3	Payment to transfer Utilities/other departments			
	i)Transfer of Utilities			
	ii)Other Departments (Railways, R&B, NHAI, APSPDCL, Etc)			
	iii)Road Restoration			
4	Other Expenses (please Specify) /Bank			
	Total(B)	0	0	
	Closing Balance (A-B)	13,95,00,000	13,95,00,000	13,95,00,000

This is to certify that the expenditure reported is in agreement with the book of accounts, IBRD procurement norms have been complied with and all supporting documents are retained at the urban Local Body.


Commissioner
Municipal Corporation
Ananthapuramu


District Audit Officer
State Audit Department
Ananthapuramu

kg/EE



AUDIT REPORT

We have ~~audited~~^{verified} the attached Project Financial Statement relating to the Comprehensive Planning of Water Supply Improvements in Guntur Municipal Corporation financed by sub loans/sub grant components of the Andhra Pradesh Municipal Development Project financed under World Bank Loan No.7816-IN as on 31-3-2016. The proper maintenance of Project Financial Statements is the responsibility of the management and our responsibility is to express an opinion on these financial statements (sources and uses of funds) based on the audit.

We had conducted the audit in accordance with the regulations and standards of audit followed by the State Audit Department. We had conducted the audit to obtain reasonable assurance about the end of use of the project loans/grants flowing to the ULB and they were utilized for intended purpose. Accordingly, our Auditors had verified cash books, bank scrolls with reference to vouchers ~~etc.~~, as necessary.

In our opinion basing on the available information and according to the explanations given to us, the project financial statements given a true and fair view of the sources and utilization of funds of the project financed by loans/grants and contributions from the ULB for the financial year ending with 31-3-2016. In addition to the above adequate supporting documents have been maintained to support expenditure incurred and such expenditure is eligible for financing under the loan agreement.

E. Sundar
COMMISSIONER
MUNICIPAL CORPORATION
GUNTUR

28/3/17
EE

28/3/17
DISTRICT AUDIT OFFICER
STATE AUDIT, GUNTUR
DISTRICT AUDIT OFFICER
STATE AUDIT, GUNTUR

EE

GUNTUR MUNICIPAL CORPORATION
Project Financial Statement as on 31-3-2016

Name of the Project : Andhra Pradesh Municipal Development Project
Name of the subject : Comprehensive Planning of Water Supply Service Improvements

Sl. No.	Funding pattern	Original (Rs. In lakhs)	Revised (Rs. In lakhs)
1	Loan from APUIF		
2	Grant from APUIF	-	
3	ULB contribution	9200	
4	Others (Please specify)	32200	
5	Interest during construction as loan	4600	
6	Interest during construction by ULB	--	
	Total	46000	

Sl. No.	Sources of funds	Up to 31-3-2015	During the year 2015-16	Cumulative up to 31-3-2016
		(Rs. in lakhs)		
	Opening Balance	1363.94	0	
1	Received from APUIF as loan			
2	Received from APUIF as capital grant	10350	13150	23500
3	ULB contribution	1150	910.35	2060.35
4	Others (please specify)	-		
	Total (A)	11500	14060.35	25560.35
	Application of funds			
1	Goods			
2	Payment to contractors			
	i) Civil works - mobilization advance	3483.58		3483.58
	ii) Civil Works - Bills payment	8015.07	10592.93	18608
	iii) Others (please specify)			
3	Payment to transfer utilities/Other Departments			
	i) Transfer of utilities			
	ii) Other Departments (Railways, R&B, NHAI, APSPDCL etc.)			
	iii) Road restoration			
4	Other expenses (please specify)			
	Remuneration	1.35		1.35
	Total (B)	11500	10592.93	22092.93
	Closing Balance (A-B)	0	3467.42	3467.42

This is to certify that the expenditure reported is in agreement with the books of accounts, IBRD procurement norms have been complied with and all supporting documents are retained at the urban local body.


Commissioner
Municipal Corporation, Guntur


District Audit Office
State Audit, Guntur
DISTRICT AUDIT OFFICER
STATE AUDIT, GUNTUR

Date :


Date :

Office of the District Audit Officer,
State Audit , Kadapa.

AUDIT REPORT


We have audited the attached the Project financial statement relating to the comprehensive planning of Water Supply improvements in Badvel Municipality financed by sub loans/ sub grant components of the Andhra Pradesh Municipal Development Project financed under World Bank Loan No.7816-IN as on 31.3.2015. The project Financial Statements are the responsibility of the Management and our responsibility is to express an opinion on these financial statements (Sources and uses of funds) based on the audit.

We conducted the audit in accordance with the regulations and standards of audit followed by State Audit Department which require that we perform the audit to obtain reasonable assurance about the end use of the project loans/ grants flowing to the ULB and they were used for intended purpose. Accordingly the auditors have exercised such tests of accounting records, internal checks and control and other auditing procedures as necessary.

In our opinion, and to the best of our information and according to the explanations given to us the project financial statements give a true and fair view of the source and uses of funds of the project financed by loans/ grants and contribution from the ULB for the financial year ended 31.3.2015. In addition adequate supporting documents have been maintained to support expenditures incurred and such expenditures are eligible for financing under the loan agreement. (Detailed Audit report enclosed)

all




District Audit Officer,
State Audit, Kadapa.

Annexure-II

Project Financial Statement as on 31-03-2015

Name of the Project: Andhra Pradesh Municipal Development Project

Name of the Sub Project: Comprehensive Planning of Water Supply Service Improvements

SNO	Funding Pattern Rs	Original Rs In Lakhs	Revised	
1	Loan from APUIF			
2	Grant from APUIF	2200.00		
3	ULB Contribution	7700.00		
4	Others Please specify	1100.00		
		0.00		
5	Interest during construction as loan		0.00	
6	Interest during construction as ULB			
	Total	11000.00		
Sl.No	Surces of Funds	Upto 31.03.2014	During the Year 2014-15 Rs.In Lakhs	Comulative Upto 31.03.2015
	Opening Balnce		518.28	
1	Received from APUIF as Loan		0.00	
2	Received from APUIF as Capital Grant			
3	ULB Contribution	2475.00	3800.00	6275.00
4	Others Please specify	110.00	135.00	245.00
	Total A	0.00	0.00	0.00
		2585.00	3935.00	6520.00
	Application of funds	0.00		
1	Goods	0.00	0.00	
2	Payment to Constructors	0.00	0.00	
			0.00	
	i) Civil works - Mobilisation advance	849.36	0.00	849.36
	ii) Civil works - Bills payment	1217.36	2938.72	4156.08
	iii) others (Please specify)	0.00	0.00	0.00
3	Payment of transfer utilites/Others Department	0.00	0.00	0.00
	i) Transfer of Utilities	0.00	0.00	0.00
	ii) Others Department (Railways, R&B NHA, ^{Advt. Charges} APSPDCL etc }	0.00	0.00	0.00
	iii) Road restoration	0.00	50.24	50.24
		0.00	0.00	0.00
4	Others expenses (Please Specify)	0.00	0.00	0.00
	Total (B)	2066.72	2988.96	5055.68
	Closing Balnce (A-B)	518.28	946.04	1464.32

This is to certify that the expenditure reported is in agreement with the book of accounts, IBRO procurement norms have been completed with and all supporting documents are retained at the Urban Local Body.

Commissioner
Badvel Municipality

District Audit Officer, Y.S.R District, Kadapa

Note:- Utilization certificate issued alongwith detailed Audit Report.

District Audit Officer,
State Audit, KADAPA.


Office of the District Audit Officer,
State Audit , Kadapa.

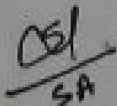
AUDIT REPORT

We have audited the attached the Project financial statement relating to the comprehensive planning of Water Supply improvements in Badvel Municipality financed by sub loans/ sub grant components of the Andhra Pradesh Municipal Development Project financed under World Bank Loan No.7816-IN as on 31.3.2016. The project Financial Statements are the responsibility of the Management and our responsibility is to express an opinion on these financial statements (Sources and uses of funds) based on the audit.

We conducted the audit in accordance with the regulations and standards of audit followed by State Audit Department which require that we perform the audit to obtain reasonable assurance about the end use of the project loans/ grants flowing to the ULB and they were used for intended purpose. Accordingly the auditors have exercised such tests of accounting records, internal checks and control and other auditing procedures as necessary.

In our opinion, and to the best of our information and according to the explanations given to us the project financial statements give a true and fair view of the source and uses of funds of the project financed by loans/ grants and contribution from the ULB for the financial year ended 31.3.2016. In addition adequate supporting documents have been maintained to support expenditures incurred and such expenditures are eligible for financing under the loan agreement. *(Detailed Audit- Report- Enclosed)*


District Audit Officer,
State Audit, Kadapa.


CS/
SA

Annexure-II

Project Financial Statement as on 31-03-2016

Name of the Project: Andhra Pradesh Municipal Development Project

Name of the Sub Project: Comprehensive Planning of Water Supply Service Improvements

SNO	Funding Pattern in Rs	Original Rs In Lakhs	Revised	
1	Loan from APUIF	2200.00		
2	Grant from APUIF	7700.00		
3	ULB Contribution	1100.00		
4	Others Please specify	0.00		
5	Interest during construction as loan	0.00		
6	Interest during construction as ULB			
	Total	11000.00		
Sl.No	Surces of Funds	Upto 31.03.2015	During the Year 2015-16	Comulative Upto 31.03.2016
	Opening Balnce		Rs.In Lakhs	
1	Received from APUIF as Loan		1464.32	
			0.00	
2	Received from APUIF as Capital Grant	6275.00		
3	ULB Contribution	245.00	900.00	7175.00
4	Others Please specify	0.00	0.00	245.00
	Total A	6520.00	15.80	15.80
			915.80	7435.80
	Application of funds	0.00		
1	Goods	0.00	0.00	0.00
2	Payment to Constructors	0.00	0.00	0.00
			0.00	0.00
	i) Civil works - Mobilisation advance	849.36		
	ii) Civil works - Bills payment	4156.08	0.00	849.36
	iii) others (Please specify)	0.00	1044.44	5200.52
	Payment of transfer utilites/Others		0.00	0.00
3	Department	0.00		
	i) Transfer of Utilities	0.00	0.00	0.00
			0.00	0.00
	ii) Others Department (Railways, R&B NHAI, APSPDCL etc	50.24		
	iii) Road restoration	0.00	84.76	135.00
			0.00	0.00
4	Others expenses (Please Specify)	0.00		
	Total (B)	5055.68	0.00	0.00
	Closing Balnce (A-B)	1464.32	1129.20	6184.88
			-213.40	1250.92

This is to certify that the expenditure reported is in agreement with the book of accounts, IBRO procurement norms have been completed with and all supporting documents are retained at the Urban Local Body.

Commissioner
Badvel Municipality

District Audit Officer, Y.S.R District, Kadapa

Note: Utilisation Certificate issued along with detailed Audit Report.

District Audit Officer,
State Audit, KADAPA.


Office of the District Audit Officer,
State Audit, Kadapa.

AUDIT REPORT

We have audited the attached the Project financial statement relating to the comprehensive planning of Water Supply improvements in Badvel Municipality financed by sub loans/ sub grant components of the Andhra Pradesh Municipal Development Project financed under World Bank Loan No.7816-IN as on 31.3.2017. The project Financial Statements are the responsibility of the Management and our responsibility is to express an opinion on these financial statements (Sources and uses of funds) based on the audit.

We conducted the audit in accordance with the regulations and standards of audit followed by State Audit Department which require that we perform the audit to obtain reasonable assurance about the end use of the project loans/ grants flowing to the ULB and they were used for intended purpose. Accordingly the auditors have exercised such tests of accounting records, internal checks and control and other auditing procedures as necessary.

In our opinion, and to the best of our information and according to the explanations given to us the project financial statements give a true and fair view of the source and uses of funds of the project financed by loans/ grants and contribution from the ULB for the financial year ended 31.3.2017. In addition adequate supporting documents have been maintained to support expenditures incurred and such expenditures are eligible for financing under the loan agreement. (Detailed Audit Report Enclosed)


District Audit Officer,
State Audit, Kadapa.

SA

Annexure-II

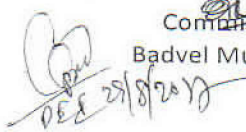
Project Financial Statement as on 31-03-2017

Name of the Project: Andhra Pradesh Muniipal Development Project

Name of of the Sub Project: Comprehensive Planning of Water Supply Service Improvemets

SNO	Funding Patterin Rs	Orginal Rs In Lakhs	Revised	
1	Loan from APUIF	2200.00		
2	Grant from APUIF	7700.00		
3	ULB Consribution	1100.00		
4	Others Please specify	0.00		
5	Interest during construction as loan	0.00		
6	Interest during construction as ULB			
	Total	11000.00		
Sl.No	Surces of Funds	Upto 31.03.2016	During the Year 2016-17 Rs.In Lakhs	Comulative Upto 31.03.2017
	Opening Balnce		1250.92	
1	Received from APUIF as Loan		NIL	
	Received from APUIF as Capital			
2	Grant	7175.00	0.00	7175.00
3	ULB Consribution	245.00	0.00	245.00
4	Others Please specify	15.80	22.54	38.34
	Total A	7435.80	22.54	7458.34
		0.00		0.00
	Application of funds	0.00	0.00	0.00
1	Goods	0.00	0.00	0.00
2	Payment to Constructors	0.00	0.00	0.00
	i) Civil works - Mobilisation advance	849.36	0.00	849.36
	ii) Civil works - Bills payment	5200.52	603.41	5803.93
	iii) others (Please specify)	0.00	0.00	0.00
3	Payment of transfer utiltlites/Others Department	0.00	0.00	0.00
	i) Transfer of Utilities	0.00	0.00	0.00
	ii) Others Department (Railways, R&B NHAI, APSPDCL etc	135.00	0.00	135.00
	iii) Road restoration	0.00	0.00	0.00
4	Others expenses (Please Specify)	0.00	0.00	0.00
	Total (B)	6184.88	603.41	6788.29
	Closing Balnce (A-B)	1250.92	-580.87	670.05

This is to certify that the expenditure reported is inagreement with the book of accounts , IBRO procurement norms have been completed with and all supporting documents are retained at the Urban Local Body.


Commissioner
Badvel Municipality


District Audit Officer, Y.S.R District, Kadapa

NOTE: Utilization certificate issued along with detailed Audit Report


District Audit Officer,
State Audit, KADAPA.

MUNICIPAL ADMINISTRATION DEPARTMENT

From:
S.Aleem Basha
Commissioner
Municipal Corporation
KAKINADA.
e-mail:kkd_mplcorp@yahoo.com

To:
The Trustee Secretary,
APUIF Trust , 2nd floor,
Mahatma Gandhi Inner Ring Road
Opp.Vigneswara Nagar
Reddypalem
Guntur - 522509.
E-mail:apufidc@yahoo.com

Roc.No.3201/2010/APMDP/E6, 20/04/2017

Sir,

Sub: APMDP - Comprehensive Planning of Water Supply
Service Improvements - Certification of Annual Project
Financial Statement for the year 2015-16 - Submitted -
Regarding.
Ref: 1.Lr.Roc.No.568/APUIF-APMDP-Kakinada/Dt.09/03/2017.

With reference to the correspondence cited , I herewith Submit
Annual Project Financial Statement Certificates for the financial Year
2015-16 and audit report , duly certified by the audit department.

Encl: P.F.S Certificate and audit report in Original

Yours faithfully

S.ALEEMBASHA
Commissioner
Municipal Corporation
Kakinada.

Copy Submitted to the Project Director, A.P.M.D.P , Guntur for favour of
information.

Signature valid

Digitally signed by Shank Aleem
Basha
Date: 2017.04.20 15:59:47 IST
Reason: Approved

KAKINADA MUNICIPAL CORPORATION


Project Financial Statement as on 31.03.2016

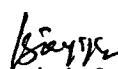

Name of the Project : Andhra Pradesh Municipal Development Project

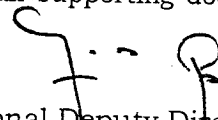
Name of the sub Project: Comprehensive Planning of Water Supply Improvements

Sl. No.	Funding Pattern (in Rs.)	Original (Rs.inLakhs)	Revised	
1	Loan from APUIF	37.27		
2	Grant for APUIF	130.45		
3	ULB Contribution	18.64		
4	Others (Please specify)	---		
5	Interest during construction as loan	---		
6	Interest during construction by ULB	---		
	Total	186.36		
Sl. No.	Sources of Funds	Upto 01.04.2016	During the year 2015.16 (Rs.in lakhs)	Cummulative Upto 31.03.2016
	Opening Balance	---	102.44	---
1	Received form APUIF as loan	---	---	---
2	Received from APUIF as Capital Grant	3445	5500.00	8945.00
3	ULB Contribution	486.40	229.78	716.18
4	Others (please specify)	---	---	---
	Total (A)	3931.40	5832.22	9661.18
	Application of Funds	---	---	---
1	Goods	---	---	---
2	Payment to Contractors	---	---	---
	i) Civil works- mobilization advance	659.34	---	659.34
	ii) Civil works - Bills payment	2856.89	4608.04	7464.93
	iii) Other (Please specify)	---	---	---
3.	Payment to Transfer Utilities / other departments	---	---	---
	i) Transfer of Utilities	---	---	---
	ii) Other Departments) (Railways, R&B), NHAI, APSPDCL etc.,)	123.18	80.38	203.56
	iii) Road restoration	---	---	---
4	Other Expenses (Please Specify) Statutory remittences recovered from work bill.	185.55	464.15	649.70
	Total (B)	3828.96	5152.57	8981.53
	Closing Balance (A-B)	102.44	679.65	679.65

This is to certify that the expenditure reported is in agreement with the books of accounts, IBRD procurement norms have been complied with and all supporting documents are retained at the Urban Local Body.


Commissioner,
Municipal Corporation,
Kakinada.


A.A.O.

District Audit Officer,
East Godavari District,
Kakinada.


Regional Deputy Director,
State Audit Zone - II,
Eluru.


31/3/16


Office of the District Audit Officer,
East Godavari District, Kakinada


AUDIT REPORT

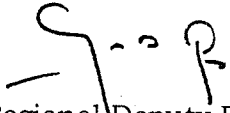
We have audited the attached the Project Financial Statement relating to the Comprehensive Planning of Water Supply improvements in Kakinada Municipal Corporation financed by sub loans / sub grant components of the Andhra Pradesh Municipal Development Project Financed under World Bank Loan No. 7816-IN as on 31.03.2016. The Project Financial Statements are the responsibility of the management and our responsibility is to express an opinion on these financial statements (sources and uses of funds) based on the audit.


We conducted the audit in accordance with the 3 regulations and standards of audit followed by District Audit Department which required that we perform the audit to obtain reasonable assurance about the end use of the project loans / grants flowing to the ULB and they were used for intended purpose. Accordingly the auditors have exercised such tests of accounting records, internal checks and controls and other auditing procedures as necessary.

In our opinion, and to the best of our information and according to the explanations given to us, the project financial statements given a true and fair view of the sources and uses of funds of the project financed by loans / grants and contribution from the ULB for the financial year ended 31.03.2016. In addition adequate supporting documents has been maintained to support expenditures incurred and such expenditures are eligible for financing under the loan agreement.


Commissioner,
Municipal Corporation,
Kakinada.


A.A.O. District Audit Officer,
East Godavari District,
Kakinada.


Regional Deputy Director,
State Audit Zone - II,
Eluru.


31/3/16

Annexure – II Contd...


Office of the District Audit Officer, ONGOLE, Prakasam Dist.

AUDIT REPORT

We have audited the attached the project Financial Statement relating to the Comprehensive Planning of Water Supply improvements in **MARKAPUR MUNICIPALITY** financed by Sub Loans/Sub Grant components of the Andhra Pradesh Municipal Development Project financed under World Bank Loan No. 7816-IN as on 31-03-2016. The Project Financial Statements are the responsibility of the management and our responsibility is to express an opinion on these financial statements (sources and uses of funds) based on the audit.

We conducted the audit in accordance with the regulations and standards of audit followed by State Audit Department which require that we perform the audit to obtain reasonable assurance about the end use of the Project Loans / Grants following to the ULB and they were used for intended purpose. Accordingly the auditors have exercised such tests of accounting records, internal checks and controls and other auditing procedures as necessary.

In our opinion, and to the best of our information and according to the explanations gives to us, the project financial statements give a true and fair view of the source and uses of funds of the project financed by Loans / Grants and contribution from the ULB for the Financial Year ended 31-03-2016. In addition adequate supporting documents has been maintained to support expenditures incurred and such expenditures are eligible for financial under the loan agreement.


District Audit Officer
State Audit, Prakasam District
ONGOLE
DISTRICT AUDIT OFFICER,
ONGOLE.


21/6/16

Annexure – II
MARKAPUR MUNICIPALITY
Project Financial Statement as on 31-03-2016

Name of the Project : **Andhra Pradesh Municipal Development Project**
Name of the Sub Project : **Comprehensive Planning of water supply service improvements.**

Sl.No.	Funding Pattern (in Rs)	Original (Rs in Lakhs)	Revised
1	2	3	4
1	Loan from APUIF	930.00	
2	Grant from APUIF	3255.00	
3	ULB Contribution	465.00	
4	Others (Please Specify)	-	
5	Interest during construction as loan	-	
6	Interest during construction by ULB	-	
TOTAL		4650.00	

Sl.No.	Sources of Funds	Upto 31-03-2015	During the Year 2015-16	Comulative Upto 31-03-2016
		(Rs. In Lakhs)		
1	2	3	4	5
	Opening Balance			
1	Received from APUIF as loan	-	-	-
2	Received from APUIF as Capital Grant	1046.25	1000.00	2046.25
3	ULB Contribution	80.33	108.08	188.41
4	Other (Please Specify)	-	-	-
TOTAL (A)		1126.58	1108.08	2234.66
	Application of Funds			
1	Goods			
2	Payment to contractors			
	i) Civil Works-Mobilization Advance	180.48336		180.48336
	ii) Civil Works-Bills Payment	698.11713	914.88291	1613.00004
	iii) Other (Please Specify)	-	-	-
3	Payment to transfer Utilities/Other departments	-	-	-
	i) Transfer of Utilities	-	-	-
	ii) Others Departments (Railways, R&B, NHAI, APSPDCL, etc.,)	-	-	-
	iii) Road restoration	-	-	-
4	Other expenses (Bank Charges)	0.00900	0.00600	0.01500
Total (B)		878.60949	914.88891	1793.4984
Closing Balance (A-B)				441.1616

This is to certify that the expenditure reports is in agreement with the books of accounts, IBRD procurement norms have been complied with and all supporting documents are retained at the Urban Local Body.

[Signature]
COMMISSIONER
MARKAPUR MUNICIPALITY

[Signature]
District Audit Officer
State Audit, Prakasam District
DISTRICT AUDIT OFFICER, ONGOLE

MARKAPUR MUNICIPALITY

APMDP (Fy.2015-16)

Statement of Release, Expenditure and Balance (Rs. In Crores)

S No.	Description	Release	Expenditure	Balance	Remarks
1	2	3	4	5	6
	Opening Balance as 01-04-2015	2.4797051			
1	Lr.No. & Date:312/APUIF – APMDP/Markapur, Dt:12-11-2015	10.00			Grant
2	ULB Contribution (10-09-2015)	1.0808			ULB Contribution
TOTAL		13.5605051	9.1488891	4.411616	


COMMISSIONER
MARKAPUR MUNICIPALITY


Letter - DT 07/03/17

Office of the District Audit Officer, Vizianagaram

AUDIT REPORT

We have audited the attached the Project Financial Statement relating to the Comprehensive Planning of Water Supply improvements in Vizianagaram Municipality financed by sub loans / sub grant components of the Andhra Pradesh Municipal Development Project financed under World Bank Loan No.7816-IN as on 31.03.2016. The Project Financial Statements are the responsibility of the management and our responsibility is to express an opinion on these financial statements (sources and uses of funds) based on the audit.

We conducted the audit in accordance with the regulations and standards of audit followed by District Audit Department which require that we perform the audit to obtain reasonable assurance about the end use of the project loans / grants flowing to the ULB and they were used for intended purpose. Accordingly the auditors have exercised such tests of accounting records, internal checks and controls and other auditing procedures as necessary.

In our opinion, and to the best of our information and according to the explanations given to us, the project financial statements give a true and fair view of the sources and uses of funds of the project financed by loans / grants and contribution from the ULB for the financial year ended 31.03.2016. In addition adequate supporting documents has been maintained to support expenditures incurred and such expenditures are eligible for financing under the loan agreement.

S. Mallick
District Audit Officer,

State Audit Vizianagaram

S. Mallick
4/3/17

Annexure II
Vizianagaram Municipality
Project Financial Statement as on 31.03.2016


Name of the Project : Andhra Pradesh Municipal Development Project
Name of the sub project : Comprehensive Planning of Water Supply Service Improvements

Sl.No.	Funding Pattern (in Rs.)	Original (Rs.in lakhs)	Revised
1	Loan from APUIF	1150.00	
2	Grant from APUIF	4023.00	
3	ULB Contribution	574.00	
4	Others (please specify)		
5	Interest during construction as-loan		
6	Interest during construction by ULB		
	Total	5747.00	

Sl.No.	Sources of Funds	Upto 31.03.2015	During the year 2015-16	Cumulative Upto 31.03.2016
				(Rs. in rupees)
	Opening Balance		821845	
1	Received from APUIF as loan			
2	Received from APUIF as Capital Grant	101700000	200000000	301700000
3	ULB Contribution	10200725	15000000	25200725
4	Others (please specify)			
	Total (A)	111900725	215821845	326900725
	Application of Funds			
1	Goods			
2	Payment to Contractors			
	i) Civil works - mobilization advance	19614000	0	19614000
	ii) Civil works - Bills payment	91463855	149283566	240747421
	iii) Others (please specify)			
3	Payment to Transfer Utilities / other departments			
	i) Transfer of Utilities			
	ii) Other Departments (Railways, R&B, NHAI, APSPDCL etc.,)			
	iii) Road restoration			
4	Other expenses (please specify) (Bank	1025	300	1325
	Total (B)	111078880	149283866	260362746
	Closing Balance (A-B)	821845	66537979	66537979

This is to certify that the expenditure reported is in agreement with the books of accounts, IBRD procurement norms have been complied with and all supporting documents are retained at the Urban Local Body.


 Commissioner,
 Vizianagaram Municipality



 District Audit Officer
 State Audit Department
 Vizianagaram
