



कार्यालय महानिदेशक लेखापरीक्षा, (गृह, शिक्षा एवं कौशल विकास),
इंद्रप्रस्थ एस्टेट, नई दिल्ली - 110002

Office of the Director General of Audit, (Home, Education & Skill
Development)

Indraprastha Estate, New Delhi - 110002
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संख्या : ए.एम.जी.-III/आई.आर/3-01/STRIVE/2020-21//216

दिनांक: 03.11.2020

सेवा में,

The Director General,
Skill Strengthening for Industrial Value Enhancement (STRIVE),
Directorate General of Training,
1st Floor, Kaushal Bhawan,
Pusa Road, Karol Bagh,
New Delhi - 110001

-3 NOV 2020

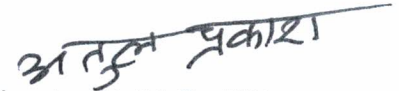
Subject: Audit Report/Opinion in respect of World Bank Project- Skill Strengthening for
Industrial Value Enhancement (STRIVE) IDA No. 5965-IN for the year 2019-20.

Sir,

Please find enclosed Audit Report/Opinion on World Bank assisted Project- Skill
Strengthening for Industrial Value Enhancement (STRIVE) IDV No. 5965-IN , M/o Skill
Development and Entrepreneurship for the year 2019-20

Enclosed: As above

Yours faithfully


Director (A.M.G.- III)



कार्यालय महानिदेशक लेखापरीक्षा, (गृह, शिक्षा एवं कौशल विकास),

इंद्रप्रस्थ एस्टेट, नई दिल्ली - 110002

Office of the Director General of Audit,
(Home, Education & Skill Development)

Indraprastha Estate, New Delhi - 110002

Telephone: 23454135 (Fax : 011-23702271,72)

To,

Neelam Shami Rao,
Director General,
Skill Strengthening for Industrial Value Enhancement (STRIVE),
Directorate General of Training,
1stFloor, Kaushal Bhawan,
Pusa Road, Karol Bagh, New Delhi

Report of the Comptroller and Auditor General of India in respect of World Bank assisted Project- Skill Strengthening for Industrial Value Enhancement (STRIVE) Credit No. 5965-IN

We have audited the accompanying financial statements of the Skill Strengthening for Industrial Value Enhancement (STRIVE) Credit No. 5965-IN, which comprise the Statement of Sources and Applications of Funds and the Reconciliation of Claims to Total Appropriations of Funds for the year ended March 2020. These statements are the responsibility of the Project's management. Our responsibility is to express an opinion on the accompanying financial statement 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 of 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 Skill Strengthening for Industrial Value Enhancement (STRIVE) Credit No. 5965-IN for the year ended March 2020, in accordance with Government of India accounting standards.

In addition, in our opinion, (a) with respect of SOEs, adequate supporting documentation has been maintained to support claims to the World Bank for reimbursements of expenditures incurred; and (b) except for ineligible expenditures for the year 2019-20 (₹ 34,07,75,291/-) and for the year 2018-19 (₹ 37,24,45,170/-/GIA) as detailed in the audit observations, if any, appended to this audit report, expenditures are eligible for financing under the Loan/Credit Agreement No. 5965-IN. During the course of audit, SOEs for the year 2019-20 (amounting ₹43,54,11,287/-) and for the year 2018-19 (₹ 38,73,11,970/-/GIA) respectively 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 CAG of India for being laid before Parliament.

Atul Prakash

(Atul Prakash)
Director (AMG-III)
O/o The Director General of Audit,
(Home, Education & Skill Development),
New Delhi-110002.
Date: 03.11.2020



कार्यालय महानिदेशक लेखापरीक्षा, (गृह, शिक्षा एवं कौशल विकास),
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Office of the Director General of Audit,
(Home, Education & Skill Development)
Indraprastha Estate, New Delhi - 110002
Telephone: 23454135 (Fax : 011-23702271,72)

Management Letter

संख्या : ए.एम.जी.-III/आई.आर/3-01/STRIVE/2020-21/
To,

दिनांक: 03.11.2020

**The Director General,
Skill Strengthening for Industrial Value Enhancement (STRIVE),
Directorate General of Training,
1st Floor, Kaushal Bhawan,
Pusa Road, Karol Bagh,
New Delhi - 110001**

Subject: Audit Report/Opinion in respect of World Bank Project- Skill Strengthening for Industrial Value Enhancement (STRIVE) IDA No. 5965-IN for the year 2019-20.

Sir/Madam,

We have audited the Annual Financial Statements of World Bank Assisted Project on Skill Strengthening for Industrial Value Enhancement (STRIVE) IDA No. 5965-IN, M/o Skill Development and Entrepreneurship for the year 2019-20. The following deficiencies have been noticed during the course of audit, which have not been included in the Audit Report, are being brought out to your kind notice for corrective and remedial action:

a) Inadmissible expenditure amounting to ₹ 1,53,417/-

Scrutiny of TA vouchers for the year 2019-20 in respect of scheme- STRIVE revealed that the following journeys (details are mentioned in Annexure-A) were performed other than the purpose of the scheme. Hence, an amount of ₹ 1,53,417 is disallowed for the claim from the World Bank.

b) Claims of ₹ 3,73,917 disallowed

Scrutiny of Statement of Expenditure of World Bank-STRIVE relating to TA for the period 2019-20 revealed that an amount of ₹373917/ could not be verified in audit as records were not made available to audit. The details of such sanctions are as under:

Sr. No.	Sanction No.	Bill No.	Sanction Amount	Beneficiary Name
1.	TA/TOUR/Cash-2019-20	CP00000185	14,918	Sanjay Kumar
2.	TA/TOUR/Cash-2019-20	CP00000261	1,000	Sanjay Kumar
3.	TA/Tour/Cash-2019-20	CP00000462	40,723	Sanjay Kumar
4.	TA/Tour/Cash-2019-20	CP00000460	41,383	Sanjay Kumar
5.	TA/Tour/Cash-2019-20	CP00000514	33,703	Sanjay Kumar
6.	TA/TOUR/Cash-2019-20	CP00000622	57,441	Sanjay Kumar
7.	TA/TOUR/Cash-2019-20	CP00000184	7,082	Parveen Kumar
8.	TA/Advance/Cash-2019-20	CP00000295	15,590	Parveen Kumar
9.	TA/Tour/Cash-2019-20	CP00000456	76,987	Parveen Kumar
10.	TA/TOUR/Cash-2019-20	CP00001015	2,590	Chitra
11.	TA/TOUR/Cash-2019-20	CP00001393	13,806	Sateesh Reddy

12	TA/TOUR/Cash-2019-20	CP00000278	2,114	Vinit Kumar
13..	LTC/ADVANCE/CASH/2019-20	CP00000393	51,000	Vinit Kumar
14.	TA/Tour/Cash-2019-20	CP00000372	15,580	Vinit Kumar
		Total	3,73,917	

c) Claims without obtaining UCs.

As per one of the clauses of Operation Manual- STRIVE which states that funds shall be released only on achievement of the annual targets. If the target has not been met, funds allocated for the target shall not be released even if expenditure has been incurred towards the target. Scrutiny of records revealed that an amount of ₹ 34,04,09,000/- was disbursed to States/UTs as Grant-in-aid under MH 2230, 3601 and 3602 during the year 2019-20 and three UCs have been received so far in which an amount of ₹ 1,61,043/- is valid for reimbursement. Hence, an amount of ₹ 34,02,47,957 (₹ 34,04,09,000- ₹ 1,61,043) is disallowed for the claim from the World Bank during the period 2019-2020.

Further, it was noticed that an amount of ₹ 38,73,11,970/- (₹35,77,66,970 + ₹ 2,95,45,000) was disbursed as Grant-in-aid under MH 2230, 3601 and 3602 during the year 2018-19, against which only Six UCs have been received by MSDE so far in which only one UC amounting to ₹1,48,66,800/- is valid for reimbursement. The remaining amount cannot be treated as expenditure on scheme-STRIVE and will only be treated as expenditure once the UCs for the same will be received. Hence, an amount of ₹ 37,24,45,170 (₹ 38,73,11,970- ₹1,48,66,800) is disallowed for the claim from the World Bank for the year 2018-19.

Yours faithfully


Atul Prakash
(Director)

Annexure-A

Sr. No	Bill No.	Beneficiary Name	Sanction No.	Beneficiary Amount	Remarks (Doesn't pertain to STRIVE- reasons)
1	CP0000 0084	SANJAY KUMAR	TA/TOUR/CA SH/2019-2020	24,365.00	Journey was performed to attend a member of team visit of MSDE
2	CP0000 0805	SANJAY KUMAR	TA/TOUR/CA SH/2019-2020	28,449.00	To attend review meeting of NE chaired by Cabinet Minister
3	CP0000 1138	SANJAY KUMAR	TA/TOUR/CA SH/2019-2020	22,576.00	To attend meeting with the J&K state Government
4	CP0000 1136	SANJAY KUMAR	TA/TOUR/CA SH/2019-2020	33,099.00	To attend meeting of G/Z project steering committee
5	CP0000 1135	SANJAY KUMAR	TA/TOUR/CA SH/2019-2020	24,679.00	To visit Kiphire and Kohima along with Secretary
6	CP0000 0872	Parveen Kumar ADT	TA/TOUR/CA SH/2019-2020	8,503.00	Visit to Dehradun to attend Uttarakhand work Force development project Review meeting
7	CP0000 1151	Sateesh Reddy	TA/TOUR/CA sh-2019-20	11,746.00	Purpose is not mentioned
			Total	1,53,417.00	

Total Amount Disallowed

2019-20

S.No	Para no	Amount (In Rs.)
1	Para no 1	₹1,53,417
2	Para no 2	₹ 3,73,917
3	Para no 3	₹ 34,02,47,957
	Total	₹ 34,07,75,291

2018-19

S.No	Para no	Amount (In Rs.)
1	Para no 2	₹ 37,24,45,170
	Total	₹ 37,24,45,170