

**SARVA SHIKSHA ABHIYAN
STATE MISSION AUTHORITY,
U.T OF LAKSHADWEEP,
KAVARATTI**

(LSSASMA)

AUDIT REPORT

01-04-2015 to 31-03-2016

*Devassy & Devassy
Chartered Accountants
Thiruvananthapuram
Tel : 0471-2724104 / 2725104
Mob: 9846110104 / 9447225699*



INDEPENDENT AUDITORS' REPORT

1. Report on the Financial Statements

We have audited the financial statements of the Centrally Sponsored Program of SARVA SHIKSHA ABHIYAN (SSA), which is implemented by the STATE MISSION AUTHORITY, U.T of Lakshadweep, as on 31-03-2016 at the State Project Directorate at Lakshadweep, Kavaratti – 682 555 and BRCs coming under the SMA, which comprise of the Balance Sheet as at March 31st, 2016 and the Statement of Income and Expenditure for the year ended 31-03-2016.

2. Management's Responsibility for the Financial Statements

Management is responsible for the preparation of these financial statements that give a true and fair view of the financial position and financial performance of the organization. This responsibility includes the design, implementation and maintenance of internal controls relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

3. Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We have conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement. An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the organization's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by management, as well as evaluating the overall presentation of the financial statements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

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4. Opinion

In our opinion and to the best of our information and according to the explanations given to us, the financial statements give the information required in the manner so required and give true and fair view in conformity with the accounting principles generally accepted in India:

- i) in the case of the Balance Sheet of the state of affairs of the **SARVA SHIKSHA ABHIYAN (SSA) UT of Lakshadweep** as at 31st March, 2016, and
- ii) in the case of the Statement of Income and Expenditure of the excess of expenditure over income for the year ended on that date.

Thiruvananthapuram
01-06-2016

For M/s.Devassy & Devassy,
Chartered Accountants




CA. Harold Devassy. R, FCA, DISA
Partner (M.N. 204549)
FRN. 007169 S

ANNEXURE TO AUDITOR'S REPORT

I. Significant Accounting Policies:

- a) Cash system of accounting is followed during the period 01-04-2015 to 31-03-2016.
 - b) Inventories of consumables are not valued as on 31-3-2016, considering the negligible value of such items. Cost of these items are treated as expenditure and accounted on cash basis during the year.
 - c) There are no investments other than the balance maintained in the savings accounts of the banks.
 - d) Government Grants to the project are recognized on receipt basis.
 - e) The category wise Income and Expenditure Statement includes capital & revenue items of expenditure incurred under the different budgeted categories of the SSA project.
 - f) Fixed Assets are valued at cost and included in Management cost and other respective intervention accounts. Depreciation is not charged on the Fixed Assets as per guidelines issued.
2. The Consolidated Receipts and Payments accounts of the State Mission Directorate at Kavaratti is prepared and enclosed along with our Report.
 3. During the year 2015-16 total sum of Rs. 1,39,87,600/- has been sanctioned and received as Central share, vide sanction No.F.8-1/2015-EE.15 dated 08-05-2015, Release Order No. PAO/Edu/L&M/Authy/2015-16/LOA No. 14/F-23860 dated 13-05-2015 Rs.33,30,000/-, Release Order No. PAO/Edu/L&M/Authy/2015-16/LOA No. 12/F-23863 dated 13-05-2015 Rs.23,000/-, Release Order No. PAO/Edu/L&M/Authy/2015-16/LOA No. 13/F-23861 dated 13-05-2015 Rs 2,000/- and vide sanction No.F.8-1/2015-EE.15 dated 10-03-2016, Release Order No. PAO/Edu/L&M/Authy/2015-16/LOA No. 67/F-T-S No.13554 dated 11-03-2016 Rs. 1,06,32,600/-.
 4. The new funding pattern of Centrally Sponsored Scheme of Sarva Shiksha Abhiyan for Union Territories as per new order F.No. 2-50/2010-EE-3 dated 08-12-2015 is 100% by GOI and hence the amount received from UT of Lakshadweep Rs 1,65,00,000/- during the year shown as advance from State.



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5. A separate Management Report covering our observations on the accounting system, lapses of Internal Control Procedures and errors and mistakes observed in the course of audit is submitted separately.
6. As part of our audit, we had verified the procurement / purchase procedures along with the verification of supporting documents and records of the application of SSA funds during the year 2015-2016 and found that Goods, Works and Services have been procured in accordance with relevant provisions of the procurement procedure prescribed for the purpose, as per SSA norms and the discrepancies noticed were reported in our Audit / Management Report.
7. We have examined the vouchers and supporting documents of State Project office and BRCs on a random basis. We have verified the Receipts and Payments account and Bank Reconciliation Statement of State Project Office, and BRCs subject to our comments in Management Report.
8. Previous year figures have been regrouped and rearranged wherever necessary.

Thiruvananthapuram
Date : 01-06-2016



For Devassy & Devassy
Chartered Accountants


CA Harold Devassy.R, FCA, DISA
Partner (M.N. 204549: FRN. 007169S)

SARVA SHIKSHA ABHIYAN

**STATE MISSION AUTHORITY, U.T OF LAKSHADWEEP,
KAVARATTI (LSSASMA)**

**AUDIT CERTIFICATE IN RESPECT OF REVIEW OF THE PROCUREMENT /
PURCHASE PROCEDURES OF SSA ACCOUNTS FOR THE YEAR 2015-2016**

This is to certify that we have gone through the procurement procedure used for the State for SSA and based on audit of the records for the year 2015-2016 for the SSA Lakshadweep accounts, we are satisfied that the procurement procedure prescribed in the Manual on Financial Management and Procurement under SSA has been followed except certain procedural deviations observed were as follows.

Purchase of computers (54 Nos) for Rs 16,68,425/- and Printers (15 Nos) for Rs. 4,31,575/-

The computers and printers were purchased through Lakshadweep Information Technology Service Society, Kavaratti, which is not as per guidelines issued for procurement. Details of advertisement, tendering documents, agreements with the supplier, invoices or bills were not available in records for our verification.

Thiruvananthapuram
Date: 01-06-2016



**For Devassy & Devassy
Chartered Accountants**



**CA Harold Devassy. R, FCA, DISA
Partner (M.N. 204549; FRN. 007169S)**

**SARVA SHIKSHA ABHIYAN
STATE MISSION AUTHORITY, U.T OF LAKSHADWEEP,
KAVARATTI (LSSASMA)**

**UTILISATION CERTIFICATE (GENERAL HEAD)
UNDER SSA FOR THE YEAR ENDED 31-03-2016**

Sl. No.		Amount in Rupees
1	Opening balance at the beginning of the financial year (as on 01-04-2015)	23,42,782.27
2	Details of funds received during the year	
2.1	Government of India	
	Fund received vide sanction No.F.8-1/2015-EE.15 dated 08-05-2015, Release Order No. PAO/Edu/L&M/Authy/2015-16/LOA No. 14/F-23860 dated 13-05-2015.	33,30,000.00
	Fund received vide sanction No.F.8-1/2015-EE.15 dated 08-05-2015, Release Order No. PAO/Edu/L&M/Authy/2015-16/LOA No. 12/F-23863 dated 13-05-2015.	23,000.00
	Fund received vide sanction No.F.8-1/2015-EE.15 dated 08-05-2015, Release Order No. PAO/Edu/L&M/Authy/2015-16/LOA No. 13/F-23861 dated 13-05-2015.	2,000.00
	Fund received vide sanction No.F.8-1/2015-EE.15 dated 10-03-2016, Release Order No. PAO/Edu/L&M/Authy/2015-16/LOA No. 67/F-T-S No.13554 dated 11-03-2016.	1,06,32,600.00
2.2	State Share	
		0.00
3	Total Fund received (Sl.No. 2.1+2.2)	1,39,87,600.00
4	Other Receipts / Interest	1,71,817.36
5	Total fund available (Sl. 1+3+4)	1,65,02,199.63
6	Expenditure (Grant in aid general)	2,35,29,815.00
7	Balance receivable from GOI (Sl.No. 5-6)	(-)70,27,615.37

1. Certified that out of Rs. 1,39,87,600/- (Rupees One crore thirty nine lakh eighty seven thousand six hundred only) grant-in-aid sanctioned during the year 2015-2016 as GOI share, Rs.Nil as state share by Union Territory of Lakshadweep, Since sharing pattern as per new order F.No. 2-50/2010-EE-3 dated 08-12-2015 is 100% by GOI. Rs. 23,42,782.27 (Rupees twenty three lakh forty two thousand seven hundred and eighty two and twenty seven paise only) on account of unspent balance of the previous year, Rs 1,71,817.36 (Rupees one lakh seventy one thousand eight hundred and seventeen and thirty six paise only) on account of interest earned during the period.



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Rs 2,35,29,815 (Rupees two crore thirty five lakh twenty nine thousand eight hundred and fifteen only) has been utilized for the purpose for which it was sanctioned, Rs.70,27,615.37 (Rupees Seventy lakh twenty seven thousand six hundred and fifteen and thirty seven paise only) at the end of the year receivable from GOI for the year 2015-16 as per new GOI order regarding new sharing pattern of grant.

2. Certified that we have satisfied ourselves that the conditions on which the grant – in – aid was sanctioned have been duly fulfilled and that we have exercised the following checks to see that the money was actually utilized for the purpose for which it was sanctioned.

1. Audited Statement of Accounts
2. Utilization Certificates
3. Progress report



Jatin G

State Project Director (SSA)

Place : Kavaratti
Date: 01-06-2016

AUDITOR'S 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.

Trivandrum
01-06-2016

For Devassy & Devassy
Chartered Accountants



Harold Devassy

CA. Harold Devassy.R, FCA, DISA
Partner (M.N. 204549; FRN. 007169S)

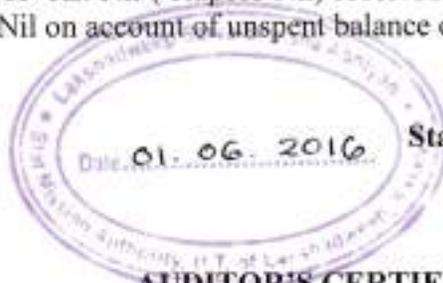
**SARVA SHIKSHA ABHIYAN
STATE MISSION AUTHORITY, U.T OF LAKSHADWEEP,
KAVARATTI (LSSASMA)**

**UTILISATION CERTIFICATE (CAPITAL HEAD)
UNDER SSA FOR THE YEAR ENDED 31-03-2016**

Sl No		Total
1	Opening balance at the beginning of the financial year (as on 01-04-2014)	Nil
2	Details of funds received during the year	
2.1	Government of India	
	Fund received vide sanction No. Nil	Nil
2.2	State Share	
	Fund received vide sanction No. Nil	Nil
3	Total Fund received (Sl.No. 2.1+2.2)	Nil
4	Other Receipts / fund from General head	Nil
5	Total fund available (Sl 1+3)	Nil
6	Expenditure (Grants for creation of capital assets)	Nil
7	Balance available (Sl.No. 5-6)	NIL

1. Certified that out of Rs. Nil (Rupees Nil) received during the year 2015-2016 as Central and State share, Rs. Nil on account of unspent balance of the previous year.

Place : Kavaratti
Date: 01-06.2016



Jatun G
State Project Director (SSA)

AUDITOR'S 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.

Trivandrum
01-06-2016

**For Devassy & Devassy
Chartered Accountants**



Harold Devassy
**CA. Harold Devassy.R, FCA, DISA
Partner (M.N. 204549; FRN. 007169S)**

SARVA SHIKSHA ABHIYAN (SSA)

LAKSHADWEEP SARVA SHIKSHA ABHIYAN STATE MISSION AUTHORITY, KAVARATTI
UT OF LAKSHADWEEP, KAVARATTI - 682 555.

BALANCE SHEET AS ON 31-03-2016

LIABILITIES	Schedule No	CURRENT YEAR Amount Rs.	PREVIOUS YEAR Amount Rs.
Capital Fund			
Fund received from Govt. of India			
(a) SSA			
(b) NPEGEL			
Fund received from State Govt.			
(a) SSA			
(b) NPEGEL			
Interest			
(a) SSA			
(b) NPEGEL			
Others			
Fund from State Govt as advance		16,500,000.00	4,267,806.27
Excess of income over expenditure			
Current liabilities			
EMD Repayable	1	20,000.00	20,000.00
Performance Guarantee	2	100,000.00	100,000.00
Total		16,620,000.00	4,387,806.27

ASSETS		Amount Rs.	Amount Rs.
Fixed Assets	3		
Computer & Printers		1,568,529.00	1,568,529.00
Furniture		145,488.04	145,488.04
Other Equipments		211,006.96	211,006.96
Deposits	4		
Deposit with others		3,000.00	3,000.00
Advances	5		
Advance for Expenses		3,517,946.00	375,581.00
Advance for Civil work	6	5,102,591.37	
Excess of expenditure over income			
Closing Balance at SPO			
Cash at bank		6,071,438.63	2,084,201.27
Cash in hand			
Total		16,620,000.00	4,387,806.27

Intini S
STATE PROJECT DIRECTOR (SSA)

Place: Kavaratti
Date: 01-06-2016



Vide our report of even date attached
FOR DEVASSY & DEVASSY
CHARTERED ACCOUNTANTS

Harold Devassy
HAROLD DEVASSY.R, FCA, DISA
PARTNER (M.N. 204549, FRN. 007169S)

SARVA SHIKSHA ABHIYANLAKSHADWEEP SARVA SHIKSHA ABHIYAN STATE MISSION AUTHORITY, KAVARATTI
UT OF LAKSHADWEEP, KAVARATTI – 682 555.**SCHEDULES FORMING PART OF BALANCESHEET AS AT 2016**

	Amount Rs.	Amount Rs.
Schedule - 1		
EMD Payable		
Opening Balance	20,000.00	
EMD Collected during the year	NIL	
EMD Refunded during the year	NIL	
Closing Balance - 31-03-2016		20,000.00
Schedule - 2		
Performance Guarantee (Opening Balance)	100000.00	
Closing Balance - 31-03-2016		100,000.00
Schedule - 3		
Deposits		
Deposits with others		
Opening balances	3,000.00	
Closing Balance - 31-03-2016		3,000.00
Schedule - 4		
Fixed Assets		
Computer & Printer		
Opening balances	1,568,529.00	
Closing Balance - 31-03-2016		1,568,529.00
Furniture		
Opening Balances	145,488.04	
Closing Balance - 31-03-2016		145,488.04
Other Equipments		
Opening Balances	211,006.96	
Closing Balance - 31-03-2016		211,006.96



SARVA SHIKSHA ABHIYAN**LAKSHADWEEP SARVA SHIKSHA ABHIYAN STATE MISSION AUTHORITY, KAVARATTI
UT OF LAKSHADWEEP, KAVARATTI – 682 555.****SCHEDULES FORMING PART OF BALANCESHEET AS AT 2016**

	As on 31-03-2016 Amount Rs.	As on 31-03-2015 Amount Rs.
SCHEDULE – 5		
Advance for Expenses		
Advance to New Teachers Salary	892,000.00	
Advance to BRC / RP Salary	360,000.00	
Advance to BRC / RP's for CWSN	100,000.00	
Advance to contingent Grant BRC		75,006.00
Advance for Meeting TA BRC	15,975.00	30,000.00
Advance for Data Entry Operator BRC	39,000.00	
Advance for Accountant BRC	45,000.00	
Advance for MIS Coordinator BRC	45,000.00	
Advance to CRC / RP Salary	180,000.00	
Advance to contingent Grant CRC		69,080.00
Advance for Meeting TA CRC	12,000.00	76,500.00
Advance for IED (CWSN)		4,710.00
Advance for SC/ST		28,800.00
Advance to computer education	1,668,425.00	
Advance for Urban Deprived Children	78,666.00	
Advance for management cost	20,000.00	10,300.00
Advance for LEP		33,295.00
Advance for teachers training	50,500.00	47,890.00
Advance for Research & Evaluation	11,380.00	
	3,517,946.00	375,581.00
SCHEDULE - 5		
Excess of Expenditure over income		
Excess of expenditure over Income for the year	9,370,397.64	
Less : Opening balance as per last Balance Sheet - Excess of income over expenditure.	4,267,806.27	
Closing Balance - 31-03-2016		5,102,591.37



SARVA SHIKSHA ABHIYAN (SSA)
LAKSHADWEEP SARVA SHIKSHA ABHIYAN STATE MISSION AUTHORITY, KAVARATTI
 UT OF LAKSHADWEEP, KAVARATTI - 682 555.

CONSOLIDATED INCOME & EXPENDITURE ACCOUNT FOR THE YEAR ENDED 31-03-2016

EXPENDITURE	AMOUNT Rs	CURRENT YEAR AMOUNT Rs	PREVIOUS YEAR AMOUNT Rs	INCOME	CURRENT YEAR AMOUNT Rs	PREVIOUS YEAR AMOUNT Rs
By Teacher salary				Fund received from Govt. of India		
2015-16	8,673,465.00	8,673,465.00	5,661,746.00	(a) SSA	13,987,600.00	5,882,900.00
By BRC				(b) NPEGEL		
2015-16	6,393,145.00			Fund received from State Govt.		
2014-15	50,894.00	6,444,039.00	4,404,438.00	(a) SSA		
By CRC				(b) NPEGEL		10,087,000.00
2015-16	1,927,379.00			Interest		
2014-15	122,960.00	2,050,339.00	1,343,634.00	(a) SSA	171,817.36	624,274.72
By Civil Works				(b) NPEGEL *		
By Civil Works- Furniture						
By Civil Work-Library						
By IED (CWSN)						
2015-16	369,968.00					
2014-15	3,300.00	373,268.00	3,119,000.00			
By Urban Deprived Children						
2015-16	236,694.00	236,694.00	143,787.00			
By TLE						
2010-11			20,000.00			
By SC/ST Education						
2014-15	27,870.00	27,870.00	1,613,058.00			
By Computer Education						
2015-16	431,575.00	431,575.00	1,659,600.00			
By School Maintenance Grant						
2015-16	405,000.00	405,000.00	405,000.00			
2014-15						
By Management Cost						
2015-16	3,637,657.00					
2014-15	8,500.00	3,646,157.00	3,317,677.00			
By LEP						
2014-15	29,266.00	29,266.00	281,770.00			
By Research & Evaluation						



EXPENDITURE	AMOUNT Rs	CURRENT YEAR AMOUNT Rs	PREVIOUS YEAR AMOUNT Rs	INCOME	CURRENT YEAR AMOUNT Rs	PREVIOUS YEAR AMOUNT Rs
2013-14			25,000.00			
By School Grant						
2015-18	307,000.00	307,000.00	314,000.00			
By Teacher Training						
2015-16	716,840.00	757,517.00	473,658.00			
2014-15	40,677.00					
By Community Training						
2015-16	86,878.00	86,878.00	75,388.00			
By Community Mobilization						
2015-16	60,747.00	60,747.00				
				Excess of expenditure over income carried over to Balance Sheet	9,370,397.64	6,635,046.28
TOTAL		23,529,815.00	23,229,221.00	TOTAL	23,529,815.00	23,229,221.00

Vide our report of even date attached
FOR DEVASSY & DEVASSY
CHARTERED ACCOUNTANTS

HAROLD DEVASSY.R, FCA, DISA
PARTNER (M.N. 204549, FRN. 007169S)

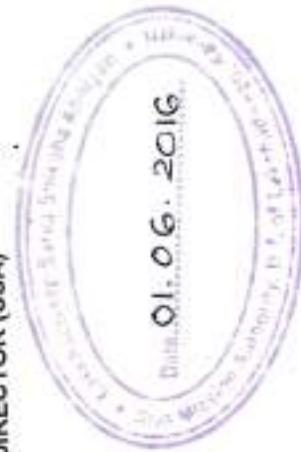


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STATE PROJECT DIRECTOR (SSA)

Place: Kavaratti

Date: 01-06-2016



SARVA SHIKSHA ABHIYAN (SSA)
LAKSHADWEEP SARVA SHIKSHA ABHIYAN STATE MISSION AUTHORITY, KAVARATTI
 UT OF LAKSHADWEEP, KAVARATTI - 682 555.

CONSOLIDATED RECEIPTS AND PAYMENTS ACCOUNT FOR THE YEAR ENDED 31-03-2016

RECEIPTS	CURRENT YEAR AMOUNT Rs	PREVIOUS YEAR AMOUNT Rs	PAYMENTS	CURRENT YEAR AMOUNT Rs	PREVIOUS YEAR AMOUNT Rs
To Opening Balances :					
Cash at Bank	2,084,201.27	12,499,119.55	By Teacher salary	8,673,465.00	3,819,880.00
Cash in Hand			By BRC	6,393,145.00	2,971,465.00
			By CRC	1,927,379.00	906,058.00
			By IED (CWSSN)	369,968.00	300,235.00
To Fund from Government of India	13,987,600.00	5,882,900.00	By Urban Deprived Children	236,694.00	1,310,185.00
To Fund from State Government	16,500,000.00	10,087,000.00	By SC/ST Education	431,575.00	1,000,000.00
			By Computer Education	405,000.00	420,000.00
To Bank Interest Received	117,897.60	549,384.55	By School Maintenance Grant	3,637,657.00	3,158,416.00
From SPD Bank Account	53,919.76	74,890.17	By Management Cost		110,448.00
From BRCs & CRCs Bank Account			By LEP	307,000.00	326,000.00
To Refund of Advances	92,114.00		By School Grant	716,840.00	463,908.00
2014-15			By Teacher Training	86,878.00	75,388.00
2013-14			By Community Training	60,747.00	
2012-13			By Community Mobilization		
2011-12					
2010-11			By Refund to GOI & UT under Civil Work		28,706,106.00
2009-10			By Unsettled Advances	3,517,946.00	375,581.00
2008-09					
To Performance Guarantee		100,000.00			
To Refund under Management Cost		1,000.00	By Closing Balances		
To School Grant Refunded		12,000.00	Cash at Bank	6,071,438.63	2,084,201.27
To Maintenance Grant Refunded		15,000.00	Cash in Hand		
TOTAL	32,835,732.63	46,027,909.27	TOTAL	32,835,732.63	46,027,909.27

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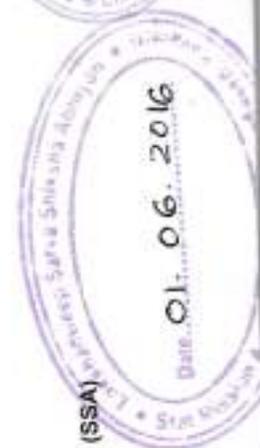
STATE PROJECT DIRECTOR (SSA)

Place: Kavaratti
Date: 01-06-2016

Vide our report of even date attached
FOR DEVASSY & DEVASSY
CHARTERED ACCOUNTANTS

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HAROLD DEVASSY R, FCA, DISA
PARTNER (M.N. 204549, FRN. 007169S)



SARVA SHIKSHA ABHIYAN
LAKSHADWEEP SARVA SHIKSHA ABHIYAN STATE MISSION AUTHORITY, KAVARATTI
CONSOLIDATED ANNUAL FINANCIAL STATEMENT FOR THE YEAR ENDED 31-03-2016

State: UT of Lakshadweep

Year Ending : 31-03-2016

SOURCE & APPLICATION

(Rs. In lakhs)

		SSA	NPEGEL	TOTAL
	Opening Balance			
(a)	Cash in Hand			-
(b)	Cash at Bank	20.84		20.84
	Total	20.84		20.84
	Source (Receipt)			
(a)	Funds received from Government of India	139.87		139.87
(b)	Funds received from State Government	165.00		165.00
(c)	Interest	1.72		1.72
(d)	Refund	0.92		0.92
(e)	EMD Repayable			-
	TOTAL Receipts	307.51		307.51
	Application (Expenditure)	Approved AWP&B including Spill over	Expenditure incurred	Variance
(a)	Teacher salary	125.06	86.73	38.33
(b)	BRC	63.88	63.93	(0.05)
(c)	CRC	19.98	19.27	0.71
(d)	IED (CWSN)	6.00	3.70	2.30
(e)	SC/ST	3.75	-	3.75
(f)	Computer Education	21.00	4.32	16.68
(g)	Girls Education	6.06	-	6.06
(h)	Minority	3.75	-	3.75
(i)	Urban Deprived Children	3.75	2.37	1.38
(j)	School Maintenance Grant	4.20	4.05	0.15
(k)	Management Cost & LEP	40.00	36.38	3.62
(l)	Research & Evaluation	0.63	-	0.63
(m)	School Grant	3.28	3.07	0.21
(n)	Teacher Grant	-	-	-
(o)	Teacher Training	8.93	7.17	1.76
(p)	Community Training	0.90	0.87	0.03
(q)	Civil Work	-	-	-
(r)	Community Mobilization	0.65	0.61	0.04
	TOTAL	311.82	232.47	79.35

Vide our report of even date attached
FOR DEVASSY & DEVASSY
CHARTERED ACCOUNTANTS

Jatin S
STATE PROJECT DIRECTOR (SSA)

Place:

Kavaratti

Date:

01-06-2016

01.06.2016

Harold
HAROLD DEVASSY, R, FCA, DISA
PARTNER (M.N. 204549, FRN. 007169S)

SARVA SHIKSHA ABHIYAN

LAKSHADWEEP SARVA SHIKSHA ABHIYAN STATE MISSION AUTHORITY, KAVARATTI
CONSOLIDATED ANNUAL FINANCIAL STATEMENT FOR THE YEAR ENDED 31-03-2016

State: UT of Lakshadweep
Year ending: 31-03-2016

(Rs. in lakhs)

ADVANCES		
(a)	Teacher salary	8.92
(b)	BRC	6.05
(c)	CRC	1.92
(g)	Computer Education	16.68
(j)	Urban Deprived Children	0.79
(l)	Management Cost	0.20
(m)	LEP	0.00
(n)	Research & Evaluation	0.11
(q)	Teacher Training	0.50
TOTAL		35.17
CLOSING BALANCE		
(a)	Cash in hand	NIL
(b)	Cash at Bank	60.71
TOTAL		60.71

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STATE PROJECT DIRECTOR (SSA)

Place : Kavaratti
Date: 01-06-2016



Vide our report of even date attached
FOR DEVASSY & DEVASSY
CHARTERED ACCOUNTANTS

Harold Devassy R

HAROLD DEVASSY.R, FCA, DISA
PARTNER (M.N. 204549, FRN. 007169S)

SARVA SHIKSHA ABHIYAN

**STATE MISSION AUTHORITY, U.T OF LAKSHADWEEP,
KAVARATTI (LSSASMA)**

MANAGEMENT REPORT

We have completed the audit of the accounts maintained by the Sarva Shiksha Abhiyan (SSA), which is implemented by the Lakshadweep Sarva Shiksha Abhiyan State Mission Authority (LSSASMA), at the State Mission Directorate at Kavaratti for the year ended 31-03-2016, and our observations are given below.

1. ACCOUNTING SYSTEM

- 1) Books of accounts are maintained under double entry system and cash basis of accounting is followed.
- 2) Journal Register was not maintained during the year.
- 3) Cash book is maintained on a daily basis and balanced properly.

2. FUND TRANSFER

The fund transferred from State Mission Directorate to BRCs are accounted and reconciled.

3. ADVANCES

- 1) Advances paid for expenses which were not settled during the year was treated as advances and not included in expenditure.
- 2) The advance shown at the end of the year is subject to reconciliation and confirmation.

4. INTERNAL CONTROL

- 1) The internal audit system is to be strengthened considering the size of the project and nature of the expenditure.
- 2) Proper accounting procedures have to be implemented to ensure accuracy of the expenditure on the project activities and financial reporting.
- 3) There should be a system of periodical checking and supervision of funds released and expenditure incurred.
- 4) End use of funds to be closely monitored.
- 5) We suggest a proper and effective regular internal audit system to be implemented for effective control of the utilization of the fund. All the relevant records should be verified and lapses if any should be rectified as a process of internal audit.

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5. EMD PERFORMANCE GAURANTEEE

There is an opening balance in EMD Account amounting to Rs.20,000/-. This is not adjusted during the year. An amount of Rs 1,00,000/- collected as performance guarantee during the year.

6. FIXED ASSETS

The Fixed Assets purchased are included in relevant interventions under the project. No depreciation has been provided for the fixed assets during the year. The Fixed Assets were physically verified by the authorities and the physical verification report is available in records.

7. PROCUREMENT AND PURCHASE PROCEDURES

As part of our audit, we had verified the procurement / purchase procedures along with the verification of supporting documents and records of the application of SSA funds during the year 2015-2016 and found that Goods, Works and Services have been procured in accordance with relevant provisions of the procurement procedure prescribed for the purpose, as per SSA norms except in the following.

Purchase of computers (54 Nos) for Rs 16,68,425/- and Printers (15 Nos) for Rs. 4,31,575/-

The computers and printers were purchased through Lakshadweep Information Technology Service Society, Kavaratti, which is not as per guidelines issued for procurement. Details of advertisement, tendering documents, agreements with the supplier, invoices or bills were not available in records for our verification.

8. BRCs & CRCs

- 1) As per norms interest received on bank accounts of BRCs, CRCs and Schools are to be remitted to State Project Directorate account. This is to be monitored properly and ensure the interest amount has been fully remitted by the BRCs, CRCs and Schools.
- 2) As per norms the balance amount as on 31st March of each year is to be transferred to State Project Directorate Account after keeping an amount of Rs 500/- in bank accounts of CRCs. But it is seen from the records that this is not followed properly by CRCs. Effective procedures and monitoring is to be implemented to ensure non recurrence of such mistakes.

Trivandrum
Date: 06-06-2016



For Devassy & Devassy
Chartered Accountants

A handwritten signature in blue ink, appearing to read "Harold Devassy".

CA Harold Devassy, R, FCA, DISA
Partner (M.N. 204549: FRN. 007169S)