



NEWSLETTER

August 2020



**Institute of
Public Auditors of India**



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**Institute of
Public Auditors of India**



From the President's Desk

I am happy to present you the twentieth edition of the Institute of Public Auditors of India (IPAI) Newsletter, which presents an overview of the activities of IPAI and all the Chapters for the year 2019-20. This has been an eventful year for the Institute. The Institute was awarded a very prestigious assignment by Ministry of Home Affairs (Foreigners Division) all over the country for audit of 200 Associations/NGOs registered under Foreign Contribution (Regulation) Act, 2010. In addition, it also got assignments from Indian Council of Agricultural Research (ICAR), Department for Promotion of Industry and Internal Trade (DPIIT), Ministry of Commerce & Industry, Institute of Cost Accountants of India (ICAI), Employees State Insurance Corporation (ESIC) and Internal Audit of PGCIL in North Eastern States. In addition, the state chapters have also been allotted prestigious and rewarding assignments.

IPAI, as an organization, has set for itself very noble objectives of undertaking research and developmental activities in the field of Public Auditing, Accounting and Public Finance and to provide value added financial and management consultancy service to clients as would maximize their organizational efficiency and effectiveness. We have provided consultancy service to GOI, State Govt. PSUs, ABs over the years.

I gratefully acknowledge the commitment and dedication of the functionaries of the Institute at the Headquarters in Delhi as well as State Chapters who helped us in keeping IPAI active and going and in achieving our aims and objectives. I believe our members will find the Newsletter informative and useful.

IPAI needs to update the list of members and their emails and phone numbers etc., for which members are requested to inform of any change in the same. The Chapter administrations are also requested to keep us informed by mail or post significant developments concerning the chapter and the members for sharing with other chapters.

The worldwide pandemic has hit IPAI as it has other organisations by way of shrunk opportunities; however the indomitable and crusading audit spirit is keeping us going. I look forward and hope the clouds will lift soon and IPAI will get back to its happy days.

AJIT PATNAIK

THE CENTRAL OFFICE

The Headquarters office of the Institute in New Delhi functions as the apex office of IPAI and guides its Regional Chapters in their major functioning. The Secretariat helps the President, Central Council and Executive Committee to implement the policies of the Institute and liaising with the Patron and the stakeholders. During the year, the office of the President was held by Shri Ajit Patnaik, Dy. C&AG (Retd.) and Chairman (Retd.) Odisha Public Service Commission.



ANNUAL GENERAL MEETING

The 22nd Annual General Meeting of IPAI was held on 07.02.2020 at 3.20 PM at Seminar Hall, O/o the C&AG of India, Deen Dayal Upadhyaya Marg, New Delhi. The Patron of IPAI, Shri Rajiv Mehrishi, Comptroller and Auditor General of India, graced the occasion by his presence and addressed the inaugural session.

PRESIDENT'S ADDRESS

Shri Ajit Patnaik, President, IPAI, welcomed Shri Rajiv Mehrishi, Comptroller & Auditor General of India and Patron of the Institute. He also welcomed the Dy. CAGs, Additional Dy. CAGs and all the Senior Officers both serving and retired, and members of the Institute who were present in the 22nd Annual General Meeting (AGM) of the Institute of Public Auditors of India. He also extended greeting and good wishes to those members of the Institute who were not able to attend the AGM but whose continued support and encouragement had been a source of strength. The President, in his address also specially thanked the representatives of the North West chapter Chandigarh, Gujarat, Jammu & Kashmir and Odisha Chapters who were present at the AGM.



A resume of major activities of IPAI during the previous year along with Annual Accounts for the year 2018-19 was presented. The President mentioned about variety of articles on audit and accounts published in the April - June 2019 issue of the IPAI Journal. He stated that IPAI discharged a welfare role in respect of its members whenever assistance was sought and its role in felicitation of senior members of the Institute for their valued contribution on its Foundation Day was also highlighted. The President stated that IPAI organized a seminar on 'Audit and Governance' in August 2019 with the former CAG, Shri V.N Kaul and other eminent speakers from audit, academic, executive and technical fields as speakers. The President also mentioned that Bihar chapter also conducted a seminar on "Comprehensive Financial Management System" in September 2018. IPAI website www.ipaiindia.org has also been updated.

He also mentioned about the assignments carried out during the year and new assignments such as Integration of Multiple Accounts of DDA including preparation of an Accounting Manual; Internal audit of North Eastern Region Power System Improvement Project (NERPSIP), a world bank assisted project awarded by Power Grid Corporation of India (PGCIL) for the year 2018-19; Audit for the subsequent year 2019-20 had also been allotted by PGCIL; Internal audit of Chapters and Regional Council of Institute of Cost Accountants of India for 2018-19 and 2019-2020; Verification of subsidy claims of Ministry of Commerce (DPIIT) in Himalayan states and North Eastern states, was done by IPAI for 2018-19. This had again been allotted to IPAI for 2019-2020; Internal Audit of 42 units of ICAR was allotted and completed for 2018-19; Internal Audit of 4 ESIC Hospitals located in Delhi/NCR besides one turnkey project and internal audit of 60 vouchers paid during January - March 2019 was allotted and completed.

The President briefly mentioned the important assignments carried out by the chapters. He mentioned that the investments have increased to Rs 10.70 Crore from Rs 9.18 Crore in previous year and surplus during the year was Rs 1.32 crore. The refund of TDS for 2017-18 (AY) amounting to Rs 17.95 lakh has also been received from IT Department. While recapitulating major activities of IPAI, he stated that the Institute had been doing well as evidenced from its overall financial performance and had made its presence felt all over the country through its 18 chapters and headquarter at New Delhi. This was despite the fact that getting business has become more difficult as the Ministries were entrusting consultancy jobs only by inviting bids and due to forming of other similar consultancy organizations.

During the year 2018-19, two “Think Tank” meetings were held covering talks on topics relating to audit. The talks were interesting and well-attended.

The President highlighted the issue of financial crunch due to which research work on Audit and Accounts could not be taken up in the current year. However, he stated that the Institute was keen to take up research work, which was being considered.

Before concluding, the President expressed his sincere thanks to the Comptroller & Auditor General of India and officers of the Indian Audit & Accounts Department for their cooperation and guidance and stated that IPAI looked forward to their continued support. He also placed on record his gratitude to his colleagues on the Central Council, Chapter Presidents and all members of the Institute who have helped and supported IPAI in its endeavours.

ADDRESS OF THE PATRON, THE C&AG OF INDIA

The Patron mentioned that IPAI had done well in the year under report as noticed from the Annual Report and Accounts and congratulated the President, Vice President and other members of IPAI for their efforts. He stated that IPAI has been active in the field of advancement of audit by its intellectual



activities of Publication of Journal and holding seminars.

He was happy to note that IPAI had celebrated Foundation Day of IPAI on 17th February 2019 and honoured senior members as informed by President and that a similar function would be held in the current year. He was happy that a seminar on “Audit and Governance” was organized by IPAI on 30th August 2019 as decided in 21st AGM which was attended by 60 officials. The eminent speakers were from audit, executive and academics. He stated that he has been told by the President IPAI that the Institute is bringing out a collection of articles on “Audit and Governance” with contributions from eminent persons from executive, audit and academics.

IPAI has done very well in the area of providing consultancy assignments to Govt. of India, States and parastatal bodies all over India viz Power Grid Corporation of India Ltd., DDA, Ministry of Commerce & Industry, Institute of Cost Accountants of India (ICAI), Indian Council of Agriculture Research (ICAR), ESIC, Coir Board, Spice Board, PRI etc. He mentioned that IPAI has also been empanelled for inspection of NGOs/Associations registered under FCRA, 2010 by MHA. It is a notable achievement for the Institute. With sincere efforts by the IPAI, it has earned a surplus of Rs 131.83 lakh during 2018-19 which is commendable.

He was happy to note that Accounts of all the Chapters for 2018-19 had been audited by CAs/Internal Auditors and the position of Sundry Debtors had substantially improved from Rs 269.21 Lakh in previous year to Rs 225.56 Lakh in current year and further reduced to Rs 183.08 lakh as on 30th November 2019. The cash at bank had also reduced from Rs 131.61 Lakh to Rs 66.79 Lakh during 2017-18 to 2018-19. Further, refund order of Rs 17.95 Lakh had been received from IT Department. He was happy to note that these steps were taken by IPAI for improvement in Accounts as advised in the previous AGM.

He wished IPAI all success in future in its endeavours and assured all support from the CAG office to IPAI to grow as a dynamic organization to do research and disseminate ideas about the role of audit.

VOTE OF THANKS

Shri M. Naveen Kumar, Vice President thanked the Patron, the CAG of India, for sparing his valuable time. He also thanked the Dy. CAGs, Additional Dy. CAGs and all the Senior Officers, retired and serving, who had taken time off to be present in this AGM. He also thanked all members of IPAI for their gracious presence and making it a success. He stated that Institute is growing from strength to strength. Its corpus is growing by virtue of surplus being generated every year.

At the end, he thanked the support staff of CAG office for making this event a success.



AGENDA ITEMS OF AGM

The following Agenda items were taken up for discussion by the President and AGM approved the proposals contained therein after due consideration and deliberations:-

1. Confirmation of the minutes of the last AGM
2. Annual Report of the IPAI for the year 2018-19
3. Approval of Audited Annual Accounts of IPAI for the financial year 2018-19
4. Appointment of Auditors for the year 2019-2020 (Ist term)
5. Budget Estimates of IPAI (Hqrs) for 2019-20
6. Any other item- Supplementary Agenda – relaxation in the membership



THINK TANK (HIGH LEVEL COMMITTEE) MEETINGS HELD DURING 2019-20

1. Shri Balvinder Singh, IA&AS Dy. C&AG (Retd.) a session on “Insolvency code : New Paradigm for Management” on 30th April 2019
2. Shri L. Nagananda, IA&AS (Retd.) CA, CWA, CS, LLB, CPA session on “US Accounting Auditing and Legal System” on 04th November 2020

SEMINAR

Seminar on “Public Audit and Governance” was organized on 30th August 2019 in SVP hall of IIPA, New Delhi. The eminent speakers were Shri V.N. Kaul, IAS (Retd.) former CAG of India, Shri S.P. Jakhanwal, IAS (Retd.) former Secretary to GOI, Dr. B. P. Mathur, IA&AS (Retd.) Dy. CAG, Dr. Ms. C. Sheela Reddy, Professor IIPA and Shri Rajiv Prakash Saxena DDG (Retd.) NIC. About 60 retired and working officers participated in the seminar and it was well appreciated by all.



SNEHLATA NARANG SCHOLARSHIP

Under the Snehlata Narang Scholarship Scheme, instituted in 1999 out of a generous contribution of US\$ 15000 (equivalent to about 6 lakh at the time) by Shri Jagdish Narang, a former official of IA&AD, the IPAI awards scholarship to the children of group 'B', 'C' and 'D' officials of IA&AD to pursue higher education courses.

Each scholarship carries an award of Rs. 15000 to each ward. The following meritorious wards of the serving employees of IA&AD were awarded scholarship during 2019-20

1. Shri Abhijeet Ramesh Desai S/O Ms. Kavita Ramesh Desai, AAO of the office of the AG (A&E)-I, Maharashtra, Mumbai.

2. Ms. Nimish Nama D/O Ms. Devki Nandan Nama, AAO of the office of the PAG (G&SSA), Rajasthan
3. Shri Aritrik Pramanik S/O Shri Debatosh Pramanik, Accounts Officer of the office of the PAG (A&E) West Bengal.

NEWS FROM REGIONS

ANDHRA PRADESH AND TELANGANA CHAPTER, HYDERABAD

- I. **Membership:-** The membership of this chapter as on 31.03.2020 is 170. Shri A Krishna Rao is President of the Chapter.
- II. **During the period, the following assignments were undertaken by chapter:-**
 - i. **SALAR JUNG MUSEUM, HYDERABAD:-**
 - a) The 2nd spell internal audit and compilation of the Annual accounts of the Salar Jung Museum for the year 2018-19 was taken up from 29-4-2019 to 28-6-2019 and completed. The report and accounts compiled were submitted in July 2019 to the Director, Salar Jung Museum, Hyderabad.
 - b) The 1st spell of Internal Audit of the accounts of the Museum for the year 2019-20 i.e. from 1-4-2019 to 30-9-2019 was taken up from 18-11-2019 to 18-01-2020 and completed. The report was submitted to the Director, Salar Jung Museum on 20-01-2020.

TELANGANA MINORITIES RESIDENTIAL EDUCATIONAL INSTITUTION SOCIETY, HYDERABAD (TMREIS)

TMREIS entrusted the work of internal audit of the Head office of TMREI for the years 2016-17 to 2018-19 (3 years) to IPAI. The work was taken up from 10.10.2019 and completed by 25.02.2020. The report for the year 2016-17 was submitted to the Secretary, TMREIS on 03.12.2019 and the report for the years 2017-18 and 2018-19 was submitted to the Secretary, TMREIS on 27.02.2020.

A. Assignments in pipe-line:

- I. TMREIS is having 204 minority residential schools and 12 residential junior colleges under its control. It is likely that the internal audit of these schools is going to be entrusted to IPAI. The work likely to be taken up in April 2020 could not be taken up due to lockdown. This will be taken up after the schools are reopened and TMREIS intimate the dates.
- II. Amaravathi Development Corporation Limited, Vijayawada requested to quote for 100% audit of all work related invoices as per the Government norms and submission of audit report thereon. Further information is called for to finalize the quotation. The information was not received due to lockdown. On approval of our quotation, the work will be taken up.

GUJARAT CHAPTER, AHMEDABAD

I. Membership:- At the end of the year 2019-20, the membership of Gujarat Chapter was 60. Shri H.K. Dharmadarshi, Accountant General (E&RS) is the President of Gujarat Chapter.

II. Activities of the Chapter during the year 2019-20.

During the year 2019-20, Gujarat Chapter took up following assignments.

- (i) Internal audit of Gujarat Electricity Regulatory Commission for the year 2018-19.
- (ii) Verification of admissibility of 5% amount receivable by the GMB as administrative charges for the year 2017-18.
- (iii) Verification of subsidy claims of GUVNL and its subsidiary companies for the year 2016-17. Verification for the year 2017-18 is in pipeline, to be conducted in 2020-21.
- (iv) Internal audit of ICAR viz. Directorate of Medicinal & Aromatic Plants Research, Boriavi-387310, Anand, Gujarat for the year 2018-19 which was entrusted to IPAI, Gujarat Chapter by IPAI HQ.

Other activities:

- (i) In the Annual General Body meeting held on 29-08-2019, one senior member of the Chapter who had completed 75 years was felicitated.
- (ii) A picnic was organized in September 2019 on the outskirts of Ahmedabad. 16 members participated.
- (iii) A get-to-gather-cum-discussion meeting of members of the Chapter was organized on 06-11-2019. The meeting was followed by lunch.
- (iv) A study tour for members of IPAI to Kevadia Colony (Sardar Sarovar) was organised on 20-11-2019. 22 members participated.

KARNATAKA CHAPTER, BENGALURU

I. Membership:- As on 31.03.2020 the Karnataka chapter has a membership of 141 Members. Ms E.P. Navedita, IA&AS, Principal Accountant General (G&SSA), Karnataka, Bangalore is the President of the chapter.

II. Activity during 2019-20

- I. Field Survey work on Rastriya Madhyamika Shiksha Abhiyan (RMSA) Performance appraisal entrusted to the Institute by the O/o Principal Accountant General (G&SSA) in respect of 181 secondary schools was completed.
- ii. The chapter continued the service of three consultants to BMRCL out of which one was provided during current year.

- iii. Provided the service of one consultant to Bengaluru water supply & sewerage Board (BWSSB) as Internal Auditor.
- iv. Provided one consultant to Rural Development & Panchayat Raj (RDPR) Department, Government of Karnataka to look after PRI accounts.
- v. Study of Finance and Accounts in 20 Gram Panchayats was entrusted by RDPR Department, Government of Karnataka. The study was completed and Report forwarded to Secretary, RDPR.
- vi. Service of two former IA&AS Officers and three consultants was provided for Internal Audit of Institute of cost and works Accountants of India, Bengaluru chapter and one ICAR unit in Bengaluru under Central assignments.
- vii. A lecture by Shri T. Sethumadhavam, Former PAG on "Role of Audit in Good Governance" was arranged on 27.02.2020.

III. Other Activities

- I. Proposal for preparation of Accounts Manual to the Text Books Society of Karnataka, Bengaluru is under consideration.
- ii. Providing services of two Consultants to Coffee Board, Bengaluru to strengthen their Internal Audit is under consideration.

KERALA CHAPTER

- I. **Membership:-** With the addition of nine new members, as at the end of the year, the total membership of the Chapter has risen to 133. Shri James K. Joseph, IA&A (Retd.) is the President of IPAI Kerala Chapter.
- II. **Assignments:-** During the period under report, the following assignments were undertaken by the chapter:

1. Internal audit of ASAP

Additional Skill Acquisition Programme (ASAP) being implemented by the Higher Education Dept of Government of Kerala has engaged the Chapter for its internal audit in June 2014 for the years 2012-13 to 17-18. Three consultants are put on the job for the internal audit of the transactions of the ASAP (HQ) and audit teams consisting of two consultants each were formed for the local audit of the selected unit offices of ASAP. By the end of March 2019, the Chapter could complete, in addition to the internal audit of the transactions of the ASAP (HQ) for the years up to 2018-19, local audit of 120 Skill Development centres, 13 offices of the District Programme Managers and 229 institutions (Schools and colleges).

During the period under report, the audit for the year 2018-19 has been completed and the internal audit report of ASAP (HQ) and selected units finalized. The audit for the year 2019-20 is in progress. During the year, local audit of 105 Skill Development Centers, 1 DPM office and 72 institutions was also conducted by the Chapter. Apart from internal audit, the advice sought for by ASAP from time to time on important and major cases is also given by the internal audit team.

2. Third party audit of proactive declaration under RTI Act.

As per the instructions of Department of Personnel and Training, Government of India, every Authority should get its proactive disclosure package in their website **audited by a third party** every year, to ensure compliance with provisions of suomotu (proactive) disclosure under the RTI Act 2005

The following organizations appointed the Chapter as third party Auditor for conducting the rectification and audit of their websites.

- (a). Marine Products Export Development Authority, Cochin
- (b). Spices Board, Cochin

The assignment in respect of MPEDA has been completed and the same in respect of Spices Board is in progress.

3. Preparation of data base for review under FR 56 (J)/ Rule 48 of CCS (Pension) Rules 1972

The following organizations entrusted the Chapter with the assignment for the preparation of the data base by scrutiny of the Personal files/ Service Books in respect of each officer in Group A, B & C categories to enable the Competent Authority to conduct the review under FR 56 (J)/ Rule 48 of CCS (Pension) Rules 1972 to ensure probity among Government servants.

- (i) Coir Board, Cochin-- the assignment was taken up in March 2019
- (ii) Marine Products Export Development Authority, Cochin- taken up in 19-20.

Both the assignments were completed during the period under report.

4. Up-dation work of manuals of Spices Board, Kochi :

Spices Board awarded the assignment of updating the following Manuals:

- (i) *Manual of Office administration*
- (ii) *Manual of General Procedure*
- (iii) *Delegation of Powers*
- (iv) *Internal Audit Manual.*

The work was commenced in March, 2019 and completed during 2019-20.

5. Centre for Development Studies, Thiruvananthapuram:

During the year under report, the Chapter prepared the following Rules and Manual for the Centre.

- (a) Service rules for Academic and Non- Academic staff of CDS.

- (b) Office Manual - A guide for regulating office procedure and functioning of all sections of CDS.

6. Kerala State Institute of Languages, Thiruvananthapuram

The Kerala State Institute of Languages entrusted the Chapter with the reconciliation of its Cash Book figures with its Bank accounts and Treasury accounts relating to the period from April 2007 to March 2019. The assignment has been completed.

7. Kerala Transport Development Corporation (KTDFC)

During the period under report the following assignment relating to fixation of pay of staff of KTDFC was completed.

- (i) Verification of the correctness of fixation of pay of the members of their staff, based on the recommendations of the 8th and 9th Pay revision Commissions of Kerala State and the arrears of pay arrived at.
- (ii) Fixation of pay of the staff in the revised scales of pay as per the recommendation of 10th pay commission of the State and arrive at the arrears of pay due to the staff consequent on the pay revision.
- (iii) Work assigned by IPAI, HQ

Internal Inspection of the following four units of ICAR in Kerala for the year 2018-19, entrusted to the Chapter by IPAI Hqrs, was completed on time.

- (I) Indian Institute of Spices Research, Calicut.
- (ii) Central Institute of Fisheries Technology, Cochin.
- (iii) Central Marine Fisheries Research Institute, Cochin
- (iv) Central Plantation crops Research Institute, Kasaragod.

III. Lending the services of Members

- (a) The service of one Member has been provided to **Cochin Special Economic Zone Authority**, for dealing with pre-audit and post audit matters of CSEZA Cochin.
- (b) The Members, whose services were provided to the **Spices Board** in 2013-14 and **Kerala State Civil Supplies Corporation** in 2015-16 are still continuing.
- (c) **Marine Products Export Development Authority (MPEDA), Ernakulam.** One member, who was attending to internal audit of MPEDA from June, 2017 and another member, whose services were provided last year for assisting in matters relating to court cases, disciplinary proceedings, revising standing instructions etc are still continuing.

IV. Election to the Regional Council

The election for the Regional Council, Kerala Chapter for the period of three years 2020-22 was conducted by the Chapter during the last week of February, 2020.

V. Projects in Pipe line/under Negotiation.

- (i) **Kerala state Institute of Languages-** The Reconciliation of Cash book figures with Bank accounts and Treasury accounts relating to the period 2019-20.

- (ii) Regional Cancer Centre (RCC) , Thiruvananthapuram -- Providing the services of one Sr. Audit Officer to RCC to supervise and streamline the credit facility to patients who are members of schemes like CGHS, CHSS etc and to ensure prompt collection of dues and settlement of claims with various institutions and insurance companies

MADHYA PRADESH CHAPTER

1. M. P. Chapter of IPAI was established in October 2001 and its membership is 186 including 02 fellow members. Shri B.K.Mukherjee, Accountant General is ex officio President of the Chapter.
2. The working of the Chapter is looked after by the Regional Executive Council.
3. Last elections of Regional Executive Council were held on August 16, 2016.
4. **The following important assignment are in progress:**
 - (i) Half yearly Internal Audit of 79 Project Implementing Unit and Headquarter of Madhya Pradesh Rural Road Development Authority; and
 - (ii) Pay Fixation of State Government employees under 7th Pay Commission.
5. **Important assignment completed in the past:**
 - a) **Preparation of Manuals:**
 - (i) Accounts, Audit and Monitoring Manual of PMGSY- Applicable in all the States of the Country. (Both the World Bank and Asian Development Bank have found the System sufficiently robust to meet the fiduciary requirements for the PMGSY Projects).
 - (ii) Accounts, Audit and Monitoring Manual of MNREGA.
 - (iii) Procurement of Goods and Services Manual for Panchayat and Rural Development Deptt.
 - (iv) Accounts Manual for M.P. Road Development Corporation.\
 - (v) Accounts Manual for Land Acquisition and Rehabilitation officers of NVDA.
 - (vi) Accounts, Audit and Monitoring Manual for M.P. Police Housing Corporation.\
 - (vii) Crises Management Manual for M.P. Housing Board.
 - (viii) Accounts stock and monitoring manual of Hast Shilp and Hathkargha Vikas Nigam.
 - (ix) Finance & Procurement Manual for ICDS.
 - (x) Accounts Training Manual of Urban Local Bodies.
 - (xi) Audit Manual of Urban Local Bodies.
 - (xii) Work Department Manual of Government of Madhya Pradesh.

b) Research Studies:

- (i) Research on quality and utility of Civil Works under SSA.
- (ii) Research on Lack of Basic facilities in Villages.

c) Pilot Studies

- (i) Pilot Study on "Accrual Based Double Entry Accounting System" of P.W.D. Division Vidisha (This study was considered to be most comprehensive study in India" by GASAB).
- (ii) Pilot Study on "Accrual Based Double Entry Accounting System" of DFO Bhopal.
- (iii) Pilot Study on "Accrual Based Double Entry Accounting System" of CM & HO Gwalior.
- (iv) Pilot Study on "Accrual Based Double Entry Accounting System of PWD Bridge Construction Division Raipu

d) Seminars:-

The MP Chapter has organized Seminars on the following subjects in the past-

- (i) Tribal Development in India;
- (ii) Infrastructure Development with Public Private Participation (PPP);
- (iii) Contract Management of Major Project;
- (iv) Accountability of Urban Local Bodies;
- (v) Accountability of Panchayati Raj Institutions.

NORTH WEST CHAPTER, CHANDIGARH

With the main aims and objects of advancing disciplines of public auditing, public finance, public sector accounting and fostering financial control and public accountability the Institute of Public Auditors of India/North West Chapter was formed on 19th March, 1996. The membership of IPAI, NWC is 291. Shri D.K.Bakshi IAAS Retd is the President of the Chapter.

After rendering services to the various Department/ Public Bodies for the past 24 years the Chapter has made a name for itself in the field of Financial Management and Consultancy Services.

A review of the Consolidated Accounts of IPAI as adopted in AGM held on 07.02.2020 revealed that the IPAI, North West Chapter topped the income earning Chapter with a income of Rs. 2,56,37,850 in 2018-19. This is due to the efforts of all the members of this Chapter. This is the fifth consecutive year when this Chapter is topping the list of income earning. It is hoped that income of the Chapter would touch Rs. Three Crore at the end of Current Year ended 31st March, 2020. This was applauded by all in the A.G.M. Corpus Fund of the Chapter as on 31st March 2019 was Rs.2,58,35,316.

Projects/assignments under IPAI, NWC Chandigarh:

1. Post Graduate Institute of Medical Science, Education and Research (PGIMER) Chandigarh

This is the first Institute which had provided to us Consultancy services of three Sr. Audit Officer's in February 2006. Based on their performance, not only PGIMER engaged more Consultants (20 as on 31.3.20) from time to time, but also this created Goodwill in the Area about the quality of services provided by IPAI resulting in more clients coming forward for our services.

2. Panjab University Chandigarh (PU)

PU, having 65, DDOs has been maintaining its accounts on Double Entry System. Services of One Sr. Audit Officer (Commercial) have been provided to oversee the accuracy of the accounts and impart practical training also.

3. Forest Department of Government of Punjab

Two Sr. Consultants and 9 Consultants have been serving the Department since 2010-11 for compilation of accounts of Compensatory Aforestation Fund Management and Planning Authority (CAMPA). The Consultants also provide assistance to the Department in Bank Reconciliation, Preparation of Annual Plan and Training to staff in accounts etc.

4. Forest Department of Government of Haryana

This department has also been utilizing services of IPAI for compilation of account of CAMPA since 2011-12. During the year 2019-2020, we have provided services of two Consultants and one Assistance Consultant.

5. National Health Mission, Haryana, Panchkula

Since 2011-12, Consultancy services to this Mission is being provided by IPAI which include overseeing maintenance of accounts on Double Entry System and Internal Audit.. Four Consultants were serving in the Mission during the year 2019-20

6. Indian Institute of Technology, Ropar (IIT)

Since 2008-09, IIT was provided Consultancy Services for various tasks. During the year 2019-20, two Consultants and three Assistant Consultants have been serving there.

7. University Institute of Engineering and Information Technology, Chandigarh

Since 2012-13, we have been providing Consultancy Services of One Sr. Audit Officer on regular basis for Internal Audit and other consultancy services..

8. Haryana Power Generation Corporation Limited, Panchkula:

One Consultant has been posted on regular basis in this Company since May 2016.

9. Panchayati Raj Institution of the State of Punjab

The Government of Punjab had given to this Chapter assignments of Training Programme of its Panchayat Secretaries and other officials numbering 4000 at a cost of Rs. 20 lakh and Internal Audit of its accounts for 2014-15 at a cost of Rs. 5 Crores. Training assignment was completed by 30-12-2016 and Internal Audit has been taken up with effect from 09-01-2017 with deployment of three Teams each consisting of One DAG/Sr.DAG, 5 Sr. AO/AO's, 25 AAOs/Supervisors/Auditors etc. thus 93 officers have been deployed. The entire assignment has been put under direct control of Retired AG acting as Project Director, PRI. Due to non production of records Skelton Staff has been doing consultancy service.

10. Haryana Pollution Control Board

One Consultant has been posted with effect from 07/03/2017 for a period of 6 months on regular basis for rendering Consultancy Services. The services have been discontinued w.e.f 26.11.2019.

11. Municipal Corporation Gurugram

Two Consultants have been provided (January 2019) for Audit of Revenue from Change of Land Use and Works Audit. The work is in progress on 31.03.2019. The Audit has brought out irregularities amounting to Rs 23.131 crore in respect of Works exceeding financial of Rs. 25 lakh.

12. Municipal Corporation Panchkula

Three Consultants were provided in November 2018 for audit of Revenue from Change of Land Use and Works Audit. The work is in progress on 31.03.2019. The Audit has brought out irregularities involving Rs 55.92 crore besides number of paras involving procedural irregularities which can lead to embezzlement, misappropriation and social injustice to the residents of Panchkula.

13. Internal Audit of Municipal Councils, Punjab

Three Teams each consisting of one Sr. Consultant and one Consultant were engaged for Audit of Municipal Council, Ropar, Balachaur, Chamkaur Sahib, Nawanshahr, Sirhind and Bassi Pathana from conducting Audit of accounts from 2003-04 to 2016-17. Audit of Ropar, Chamkaur Sahib, Balachaur and Sirhind has been completed in September 2019. Most Important Irregularities amounting to Rs 2591.97 were pointed out. Reports certain other irregularities pointing out not complying of Rules and Regulations.

14. Food & Supplies Department, Punjab

One team consisting of One Sr. DAG and two Sr. Audit Officers Retired has been put on job from 1st January, 2019 for examination of the causes of non-payment of Incidental Charges (Rs. 30,000 crores) by the Govt. of India to the State Govt. incurred by it on procurement of food grains on behalf of the FCI during the years 2003-04 to 2016-17. The Audit of PUNGRAIN has been completed in January 2020. The Audit of Punjab Agro food Grains Corporation Ltd., has been taken up from 14.10.2019 and is in progress. The allocation of Audit of MARKFED and PUNSUP has been approved by the Department and will be taken up shortly.

15. Haryana Medical Services Corporation Ltd.

One Consultant has been posted from November 2019 (07/11/2019) for internal audit and accounts related matters of the Corporation.

16. Special Audit of Regional Transport Authority of Haryana State regarding realization of Road/Motor Vehicle Tax

The special Audit of records/accounts of RTAs Panchkula, Ambala, Yamuna Nagar, Jind, Faridabad and Hissar was taken up in October 2019 and completed in January 2020. Each Audit Team of the district was headed by one Consultant and one Assistant Consultant with overall supervision of one Sr Consultant. During the Audit of Panchkula, Ambala, Yamuna Nagar, Faridabad, Hisar and Jind non-recovery of Rs 4.35 crore (Tax, penalty and Interest thereon as per Act) was pointed out.

17. Secretariat Establishment, UT, Chandigarh

One Consultant has been posted with effect from June, 2019 to review financial irregularities of Chandigarh Administration.

PROJECTS IN PIPELINE

NIT Hamirpur and IIT Una:- Providing of One Consultant each at NIT Hamirpur and IIT Una is in final stage

National Institute of Design, Umri Kurukshetra:- Providing of three consultants in this Institute is in final stage.

GMADA:- Audit of Land Acquisition:- Providing of four Consultants for Audit of acquisition of land by GMADA is in final stage

As per practice oldest members of the Chapter are honoured in its AGM.

ODISHA CHAPTER

1 Membership:- Odisha Chapter was established in December 2008. The membership of this Chapter as on 31.03.2020 was 141. Last election of Regional Council was held on 7th May 2019. Ms Yashodhara Ray Chaudhuri, Principal Accountant General (E&RSA) Odisha is the President of Odisha Chapter from 12.07.2019.

2 Felicitation of Senior Members

The senior members who were 75+ years of age as on 01.01.2020 of this chapter were honored with memento, shawl and Rose flower in the 5th AGM.

3. The following assignments were taken up by the chapter

(i) **Audit of Gram Panchayats in Odisha:-** During 2019-20, the chapter has successfully conducted the audit of about 1800 Gram Panchayats and the audit reports were approved by District Audit Officers of Local Fund Audit.

(ii) Services of Consultants provided to different agencies on monthly basis.

- a) Odisha State Agriculture Marketing Board.- One consultant has been posted on regular basis in this institution since 15th March 2015. The services have been continuing during the year 2019-20.
- b) College of Engineering & Technology, Bhubaneswar:- Two consultants' have been posted with effect from 20.10.2019 on regular basis for rendering continuous service.
- c) Biju Patnaik University of Technology:- Four consultants have been posted on regular basis for rendering consultancy service w.e.f 23.03.2019.
- d) Keonjhar Engineering College, Keonjhar :-One consultant has been posted on regular basis since 22.07.2019.
- e) Parala Maharaja Engineering College, Berhampur :-One consultant has been deployed on regular basis in this institution since 31.07.2019.

(iii) **Audit of Institute of Cost Accounts of India (ICAI) Chapter, Bhubaneswar:-** As per orders of Head Quarters, the services of two qualified consultants (one

Retired DAG & one Retd. Sr. Audit Officer) were provided from 07.12.2019 to 10.12.2019 for conducting Internal Audit of accounts of ICAI chapter, Bhubaneswar for the period from 01.04.2019 to 30.09.2019. The work was completed and Report submitted to Head Quarters in time by the team.

- (iv) Financial position of the Chapter:-The Chapter has invested Rs.153.00 lakhs in shape of Fixed Deposits as on 31.03.2020.
- (v) Other Activities: - President, IPAI, Head Quarters visited Odisha Chapter in November 2019 and had interactive session with president and Council Members of the Chapter.

RAJASTHAN CHAPTER, JAIPUR

I. Membership :- As on 31st March 2020, the membership of the chapter was 159 Shri Anadi Mishra Pr. Accountant General (G&SSA) Rajasthan is the President of Rajasthan Chapter.

The following assignments were undertaken by the chapter

(i) Projects undertaken and completed-internal audit thereof

- 34 Units of National Rural Livelihood Mission for the year 2019-20 (upto December 2019) on quarterly basis,
- Jaipur Smart City for the year 2018-19
- One unit of CIAH assigned by headquarters

(ii) Projects in Pipeline/under regulation

- Jaipur Smart City 2019-2020
- State Institute of Health and Family Welfare for the year 2019-20
- 34 units of National Rural Livelihood Mission (January 2020 on wards) on quarterly basis.
- National Rural Economic Transformation Project.
- Internal Audit of Rajasthan State Pollution Control Board for the year 2017-18 and 2018-19.

(iii) Excellent Performance

Rajasthan Chapter of IPAI was entrusted with the internal audit of Rajasthan Rural Livelihood Project, National Rural Livelihood Programme and National Rural Livelihood Mission by State Government which were being implemented through various village organizations totally manned by the women of the respective areas who were not conversant with the sanctity and importance of the cash book, receipt book etc. These village organizations were funded by the District Project Managers to address issues of low household income. The idea was to mobilise all poor families into self reliant institutions and promote sustainable livelihood by enhancing the economic opportunities and empowerment of the rural poor with a focus on women.

In this internal audit for the period 01.04.2018 to 31.12.2019 this chapter found that the:-

- (i) Amounts shown to have been deposited in bank in cash were actually found deposited short or not deposited at all in Bank Rs.25429447/-
- (ii) Amounts withdrawn from bank were actually accounted for short or not entered at all in the cash book Rs.11972364/-
- (iii) Amounts received in repayment of loan and payment of interest were either accounted for short or not accounted for at all in the cash book Rs.6079702/-
- (iv) Higher amounts have been accounted for in the cash book than those actually paid by them to their cluster level federation Rs.11860654/-

The total amount of embezzlement/misappropriation on this account worked out to more than Rs.5.53 crore which was reported to the State Govt. The amount of embezzlement will surely increase further as a result of internal audit for the period 01-10-2018 to 31-3-2020 which is going on. The State govt. has also started recovery and initiated appropriate action against the defaulters.

(iv) Special works

- Updation of G&SSA Manual of Prinipal Accountant General (G&SSA), Rajasthan, Jaipur.
- Strengthening of Rajasthan Public Financial Management Project of Finance Department of Rajasthan

(v) Services of Consultants provided to other agencies on monthly basis

- Rajasthan Skill and Livelihood Development Corporation Jaipur -30
- Rajasthan State Pollution Control Board, Jaipur-1.

TAMILNADU CHAPTER

I. Membership:- As on 31st March 2010, the Chapter had an effective membership of 79, excluding members who have moved out or whose whereabouts are not known. The list includes a few serving officers, stationed outside Chennai. Some of the members continue to be out of the jurisdiction of the Tamil Nadu Chapter. Since July 2019, Shri K.P. Lakshmana Rao (former ADAI) was elected as President of Tamil Nadu Chapter.

II Assignments:- During the year 2019-20, the Chapter took up and completed two “Due Diligence Study” for the Tamil Nadu Infrastructure Fund Management Corporation Ltd. Guest lectures were organized on “2020 Union Budget” and on “Scenario of Indian Economy” for the benefit of members of the IPAI and the IA&AS (Retd) officers Association. .

The annual general meeting for 2018-19 was conducted in July 2019.

OBITUARY

The Institute regrets to report the unfortunate demise of the following members:-

| Sl. No. | S/Shri | Chapter |
|----------------|-----------------------------|---------------------------|
| 1. | Padam Chand Jain | Rajasthan |
| 2. | Janardan Gunvantray Acharya | Gujarat |
| 3. | P.N. Unnikrishnan | Gujarat |
| 4. | M. Dakshina Murty | Andhra Pradesh & Telangna |
| 5. | K.H. Srinivasa Rao | Andhra Pradesh & Telangna |
| 6. | Baman Pradhan | Odisha |
| 7. | Suresh Ch. Sahu | Odisha |
| 8. | Samir Gupta | Central Office |
| 9. | Som Nath Gupta | Central Office |

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Patron

Shri Rajiv Mehrishi
Comptroller and Auditor General of India

Central Council
(2018-2021)

President

Ajit Patnaik
Former Deputy Comptroller and Auditor General

Treasurer

Mrs N Y Kapdi,
former Principal Accountant General

Vice President

M. Naveen Kumar
Former Director General of Audit

Members

Deepak Anurag
Director General of Audit, Office of the CAG of India

S.K. Jaiswal,
Director General of Audit (Central Receipt)

Amrik Singh
Former Accountant General

Nagar Mal Yadav
Former Sr. Audit Officer, AG Rajasthan

Thakur Lal Sharma
Former Sr. Audit Officer, Accountant General, Madhya Pradesh

Ms. R. Aggarwal
Accountant General (Audit), Assam

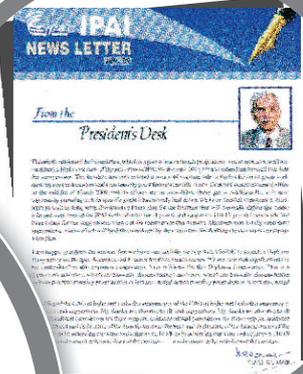
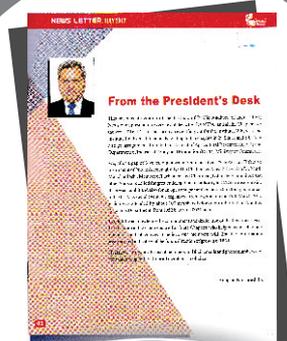
N. Goswami,
Pr. Accountant General (Audit) Bihar

H.K. Dharmadarshi
Accountant General (E&RSA), Gujarat

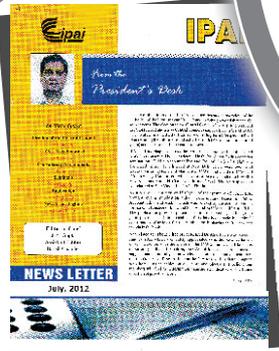
I.D.S. Dhariwal
Pr. Accountant General, Himachal Pradesh

Secretary

S.K. Chandila



Officials of IPAI Headquarters



MANAG

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