



**कार्यालय महानिदेशक लेखापरीक्षा (केन्द्रीय व्यय)**  
Office of the Director General of Audit (Central Expenditure)  
डी जी ए सी आर भवन, इन्द्रप्रस्थ एस्टेट, नई दिल्ली-110 002  
DGACR Building, Indraprastha Estate, New Delhi-110 002

No.- AMG-V/2-/EAP-REWARD/DoLR/2021-22/2023-24/ 112

Dated: 21.06.2023

सेवा में,

निदेशक (REWARD)  
भूमि संसाधन विभाग,  
दूसरी मंज़िल, शिवाजी स्टेडियम  
नई दिल्ली - 110001

(1)  
20 JUN 2023

**विषय:** Audit Report/Opinion in respect of World Bank financed-Rejuvenating Watersheds for Agricultural Resilience through Innovative Development Programme (REWARD), Loan No. 9314-IN for the year 2021-22.

**महोदय/महोदया,**

Please find enclosed Audit Report/Opinion in respect of World Bank Financed-Rejuvenating Watersheds for Agricultural Resilience through Innovative Development Programme (REWARD), Loan No. 9314-IN, Department of Land Resources for the period 2021-22.

**Encl: As above**

Yours faithfully,

-s/d-

Director (AMG -V)

(2) 20 JUN 2023

No.- AMG-V/2-/EAP-REWARD/DoLR/2021-22/2023-24/ 113-114

Dated: 21.06.2023

1. Copy forwarded along with Financial Statement submitted by the entity to Director, Government of India, World Bank and ADB Division, Department of Economic Affairs, Ministry of Finance, North Block, New Delhi for information.
2. Copy to Sr. Administrative officer (PPC/EAP), O/o C&AG of India, 9, Pt Deendayal Upadhyaya Marg, New Delhi-110124 for information.

(Signature)

Director (AMG -V),



**Office of Director General of Audit (Central Expenditure)**  
**AGCR Building, I.P. Estate, New Delhi-110002**

**To**

**The Director (REWARD),  
 Government of India,  
 Department of Land Resources,  
 2<sup>nd</sup> Floor, Shivaji Stadium  
 New Delhi-110001.**

**Subject: -Audit Report/Opinion in respect of World Bank Financed Rejuvenating Watersheds for Agricultural Resilience through Innovative Development Programme- (REWARD)" Loan No. 9314-IN, Department of Land Resources, Ministry of Rural Development for the period 2021-22.**

We have audited the accompanying financial statements of the Rejuvenating Watersheds for Agricultural Resilience through Innovative Development Programme (REWARD) Loan No. 9314-IN, Department of Land Resources, Ministry of Rural Development comprising of 'Statement of Sources and Applications of Funds' and the 'Reconciliation of Claims to Total Applications of Funds' for the year ended 2021-22. These statements are the responsibility of the Programme 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 World Bank Financed Rejuvenating Watersheds for Agricultural Resilience through Innovative Development Programme (REWARD) for the year ended 2021-22 in accordance with Government of India Accounting Standards.

फोन नं. +91-11-23454100, फ़ैक्स नं. +91-11-23702271, डीजीएसीआर बिल्डिंग, आई पी एस्टेट, नई दिल्ली-110002 Phone no. +91-11-23454100, Fax no. +91-11-23702271. AGCR Building, IP Estate, New Delhi-110002

In addition, in our opinion, (a) with respect of Statement of Expenditures (SoEs), adequate supporting documentation has been maintained to support claims to the World Bank for reimbursements of expenditures incurred at Rs. 28905126/- (Two Crore Eighty Nine Lakh Five Thousand One Hundred Twenty Six only) and (b) Expenditures of Rs. 28905126/- (Two Crore Eighty Nine Lakh Five Thousand One Hundred Twenty Six only) are eligible for financing under the Loan agreement.

During the course of audit, SoEs and the connected documents were examined and these can be relied upon to support reimbursement under the Loan 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/State or UT Legislature.



Director (AMG-V)



## Annexure 1

Example of a Statement of Sources and Application of Funds  
(projects implemented by core government departments)

Name of the Project *Regenerating Watershed for Agricultural Resilience through Innovative Development Program*  
Loan/Credit/Grant No. P172187 (LOAN-IBRD-93140-IN)

Statement of Sources and Applications of Funds  
Report for the year ended 2020-21, 2021-22.

Particulars	In Rs. '000		
	Current Year 2021-22	Previous Year 2020-21	Project to date
Opening Balance, (if cash balances are controlled by the entity) (A)	NIL	NIL	
Receipts			
Funds received from Government through Budget (These will include external assistance received by Government for the project.)	40500	14986	
Funds received directly by Project Implementing Authority through external assistance	NIL	NIL	
Beneficiary Contribution (if any)	NIL	NIL	
Total Receipts (B)	40500	NIL	
Total Sources (C = A + B)	40500	14986	
Expenditures by Component	72107	14986	
A. OFFICE EXPENSES	20841.22	NIL	
B. RENTS, RATES & TAXES	7491.79	NIL	
C. PROFESSIONAL SERVICES	28905.126	NIL	
Total Expenditures (D)			
Closing Balance, (if cash balances are controlled by the entity) (C-D)	NIL	NIL	

## Notes:

1. Information about the basis of preparation of the financial statements with regard to the Financial Rules and Codes applicable.
2. The above figures will be based on monthly/quarterly abstract accounts prepared by the accounts compiling offices, duly reconciled by the respective DDOs, with details of unreconciled amounts to be furnished.
3. Names of accounting units whose financial statements are aggregated to prepare the consolidated accounts.
4. Any other project specific Note.

*[Signature]*  
19/02/2023



## Annexure 2

## Sample Reconciliation of Claims to Total Applications of Funds

Name of the Project : *Rejuvenating Watershed for Agricultural Resilience through Innovative Development Programme*  
 Loan / Credit / Grant No. : *P 17 218 7 (LOAN-IBRD-93140-IN)*  
 Reconciliation of Claims to Total Applications of Funds  
 Report for the year ended *2020-21, 2021-22*

Bank Funds claimed during the year (A)

Total Expenditure made during the year (B)

Less: Outstanding AC Bills (C)

Ineligible expenditures (D)

Expenditures not claimed (E)

Total Eligible Expenditures Claimed

(F)=(B)-(C)-(D)-(E)

World Bank Share @ x% of (F) above (G)

Schedules	Amt (Rs. '000)		
	Current Year	Previous Year	Project to date
I	NIL	NIL	
	28905.126	14986	
II	NIL	NIL	
III	NIL	NIL	
IV	NIL	NIL	
	28905.126	NIL	
	NIL	NIL	

CFAO

Addl. Project Director

Date

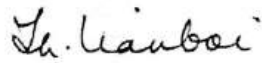
Date

## Notes:

1. Total expenditure made during the year (B above) must be the same as as the Total Expenditures shown on the Statement of Sources and Applications of Funds (D on the Statement of Sources and Applications of Funds)
2. Outstanding AC Bills (C above) reflect funds drawn against AC bills that have been booked as expenditure but not settled by the end of the year (ie, unsettled advances). The project should show in Schedule II the opening balance of unsettled AC bills, AC bills drawn during the year, AC bills settled during the year, and AC bills unsettled at the end of the year.
3. Expenditures not claimed (E above) may reflect timing differences for eligible expenditures incurred during the year but claimed after the year end.
4. Amounts A and G above must be equal.

## Year wise statement of Expenditure under REWARD Programme

<b>2021-22</b>		
<b>Subject</b>	<b>Expenditure (in Rupees)</b>	
Office Expenses	72107	
Rents Rates and Taxes	20841220	
<b>Project Management Unit</b>		
Professional Services	7991799	
<b>Total- Rs. 28905126 (2.890 Cr)</b>		
<b>(From 18<sup>th</sup> Feb- 31<sup>st</sup> March, 2022 Expenditure- Rs. 6219144 (0.62 Cr)</b>		
<b>2022-23</b>		
<b>Management Cell</b>		
Domestic Travel	389663	
Office Expenses	1486137	
Rents Rates and Taxes	28386898	
<b>Seminar, Workshop, Conference</b>		
Other Administrative Expenses	816911	
Other Charges	150556	
<b>Professional Support-Institutional Support, Capacity Building</b>		
Other Charges	5000000	
<b>Project Management Unit</b>		
Professional Services	8122716	
<b>Total- Rs. 44352881(4.435 Cr)</b>		

  
**(टीएच लियानबोई/TH LIANBOI)**  
 अवर सचिव/Under Secretary  
 भारत सरकार/Government of India  
 भूमि संसाधन विभाग/D/o Land Resources  
 ग्रामीण विकास मंत्रालय/Min. of Rural Dev.  
 नई दिल्ली/New Delhi





**Office of Director General of Audit (Central Expenditure)**  
**AGCR Building, I.P. Estate, New Delhi-110002**

**To**

**Joint Secretary (REWARD),  
Email-jswm-dolr@nic.in  
Government of India,  
Department of Land Resources,  
2<sup>nd</sup> Floor, Shivaji Stadium  
New Delhi-110001.**

**Subject: -Audit Report/Opinion in respect of World Bank Financed Rejuvenating Watersheds for Agricultural Resilience through Innovative Development Programme- (REWARD)" Loan No. 9314-IN, Department of Land Resources, Ministry of Rural Development for the period 2022-23.**

We have audited the accompanying financial statements of the World Bank Financed Rejuvenating Watersheds for Agricultural Resilience through Innovative Development Programme (REWARD) Loan No. 9314-IN, Department of Land Resources, Ministry of Rural Development for the period 2022-23 financed under World Bank which comprise the statement of sources and Applications of Funds and the Reconciliation of Claims to Total Applications of Funds for the year 2022-23. These statements are the responsibility of the Programme 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. These 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 examination 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 World Bank Financed Rejuvenating Watersheds for

Agricultural Resilience through Innovative Development Programme (REWARD) for the year 2022-23 in accordance with Government of India accounting standards.

In addition, in our opinion, (a) with respect of Statement of Expenditures (SOEs), adequate supporting documentation has been maintained to support claims to the World Bank for reimbursements of expenditures incurred of Rs. 4,43,52,881/- (Four Crore Forty-Three Lakh Fifty-Two Thousand Eight Hundred Eighty-One only) and (b) whole amount of Rs. 4,43,52,881/- (Four Crore Forty-Three Lakh Fifty-Two Thousand Eight Hundred Eighty-One only) are eligible for financing under the Loan/Credit agreement.

During the course of audit, SOEs and the connected documents were examined and these can be relied upon to support reimbursement under the Loan 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/State or UT legislature.



**Inspecting Officer**



## Annexure 1

Example of a Statement of Sources and Application of Funds  
(projects implemented by core government departments)

Name of the Project *Rejuvenating watershed for Agricultural Resilience through Innovation Development*  
Loan/Credit/Grant No. *P171287 (LOAN-IBRD-93140-1N)*  
Statement of Sources and Applications of Funds  
Report for the year ended *2022-2023*

Particulars	In Rs. '000		
	Current Year <i>2022-23</i>	Previous Year <i>2021-22</i>	Project to date
Opening Balance, (if cash balances are controlled by the entity) (A)	<i>NIL</i>	<i>NIL</i>	
Receipts			
Funds received from Government through Budget (These will include external assistance received by Government for the project.)	<i>178800</i>	<i>40500</i>	
Funds received directly by Project Implementing Authority through external assistance	<i>NIL</i>	<i>NIL</i>	
Beneficiary Contribution (if any)	<i>NIL</i>	<i>NIL</i>	
Total Receipts (B)	<i>178800</i>	<i>40500</i>	
Total Sources (C = A + B)	<i>178800</i>	<i>40500</i>	
Expenditures by Component			
A. MANAGEMENT CELL	<i>30260</i>	<i>20913</i>	
B. OTHER ADMINISTRATIVE EXPENSES	<i>970</i>	<i>0</i>	
C. OFFICE EXPENSES + PMU	<i>13120</i>	<i>7992</i>	
Total Expenditures (D)	<i>44350</i>	<i>28905</i>	
Closing Balance, (if cash balances are controlled by the entity) (C-D)	<i>NIL *</i>	<i>NIL *</i>	

\* The fund has been lapsed after every financial year.

Notes:

1. Information about the basis of preparation of the financial statements with regard to the Financial Rules and Codes applicable.
2. The above figures will be based on monthly/quarterly abstract accounts prepared by the accounts compiling offices, duly reconciled by the respective DDOs, with details of unreconciled amounts to be furnished.
3. Names of accounting units whose financial statements are aggregated to prepare the consolidated accounts.
4. Any other project specific Note.

*[Signature]*  
Senior Additional Commissioner  
भारत सरकार/Government of India  
भूमि संसाधन विभाग/Dist. Land Resources  
प्रधान विकास मंत्रालय/Min. of Rural Dev.  
नई दिल्ली/New Delhi

## Annexure 2

## Sample Reconciliation of Claims to Total Applications of Funds

Regenerating watershed for Agricultural  
Resilience through Innovation Development (REWARD)

Name of the Project  
Loan / Credit / Grant No. P172187 (LOAN-IBRD-93140.IN)

Reconciliation of Claims to Total Applications of Funds  
Report for the year ended 2022-2023

Bank Funds claimed during the year (A)

Total Expenditure made during the year (B)

Less: Outstanding AC Bills (C)

Ineligible expenditures (D)

Expenditures not claimed (E)

Total Eligible Expenditures Claimed

(F)=(B)-(C)-(D)-(E)

World Bank Share @ x% of (F) above (G)

Schedules	Amt (Rs. '000)		
	Current Year 2022-23	Previous Year 2021-22	Project to date
I	116181	NIL	
	44350	28905	
II	NIL	NIL	
III	NIL	NIL	
IV	NIL	NIL	
	44350	28905	
	NA	NA	

CFAO

Project Director

Date

Date

## Notes:

1. Total expenditure made during the year (B above) must be the same as the Total Expenditures shown on the Statement of Sources and Applications of Funds (D on the Statement of Sources and Applications of Funds)
2. Outstanding AC Bills (C above) reflect funds drawn against AC bills that have been booked as expenditure but not settled by the end of the year (ie, unsettled advances). The project should show in Schedule II the opening balance of unsettled AC bills, AC bills drawn during the year, AC bills settled during the year, and AC bills unsettled at the end of the year.
3. Expenditures not claimed (E above) may reflect timing differences for eligible expenditures incurred during the year but claimed after the year end.
4. Amounts A and G above must be equal.



4	World Bank Assisted WMP (REWARD)	Budget Head	BE 2022-23	RE 2022-23	Expenditure 2022-23
	Management Cell (Detailed Head)				
	(a) Domestic Travel Expenses	2501 05 101 13 02 11	0.880	0.150	0.039
	(b) Foreign Travel Expenses	2501 05 101 13 02 12	0.750	0.100	0.000
	(c ) office Expenses	2501 05 101 13 02 13	1.000	0.250	0.149
	(d) Rents, Rates and Taxes	2501 05 101 13 02 14	3.500	2.800	2.839
		sub total	6.130	3.300	3.026
	Seminar, Workshops, Conference etc.				
	Other Administrative Expenses	2501 05 101 13 03 20	1.250	0.300	0.082
	Other Charges	2501 05 101 13 03 50	0.500	0.450	0.015
	Sub-Total	sub total	1.750	0.750	0.097
	Professional Suppon-Institutional Support, Capacity Building, M&E,IEC, IT and others				
	Office Expenses	2501 05 101 13 04 13	7.000	0.050	0.000
	Advertising and Publicity	2501 05 101 13 04 26	0.500	0.050	0.000
	Other Charges	2501 05 101 13 04 50	0.500	0.500	0.500
		sub total	8.000	0.600	0.500
	Project Management unit				
	a) Professional Services	2501 05 101 13 05 28	1.600	0.900	0.812
	b) Other Charges	2501 05 101 13 05 50	0.400	0.050	0.000
		SUB TOTAL	2.000	0.950	0.812
	Total REWARD		17.880	5.600	4.435

*Sh. Lianboi*  
 (टीएच लियानबोई/TH LIANBOI)  
 अवर सचिव/Under Secretary  
 भारत सरकार/Government of India  
 भूमि संसाधन विभाग/D/o Land Resources  
 ग्रामीण विकास मंत्रालय/Min. of Rural Dev.  
 नई दिल्ली/New Delhi



**कार्यालय महानिदेशक लेखापरीक्षा (केन्द्रीय व्यय)**  
**Office of the Director General of Audit (Central Expenditure)**  
 डी जी ए सी आर भवन, इन्द्रप्रस्थ एस्टेट, नई दिल्ली-110 002  
 DGACR Building, Indraprastha Estate, New Delhi -110 002

संख्या : ए.एम.जी.-V(I)/IR/EAP/REWARDS/2023-24/475

दिनांक: 27 नवम्बर 2024

To

Joint Secretary (REWARD),  
 Email-jswm-dolr@nic.in  
 Government of India,  
 Department of Land Resources,  
 2<sup>nd</sup> Floor, Shivaji Stadium  
 New Delhi-110001.

**Subject: -Audit Report/Opinion in respect of World Bank Financed Rejuvenating Watersheds for Agricultural Resilience through Innovative Development Programme- (REWARD)" Loan No. 9314-IN, Department of Land Resources, Ministry of Rural Development for the period 2023-24.**

We have audited the accompanying financial statements of the Rejuvenating Watersheds for Agricultural Resilience through Innovative Development Programme (REWARD) Loan No. 9314-IN, Department of Land Resources, Ministry of Rural Development comprising of 'Statement of Sources and Applications of Funds' and the 'Reconciliation of Claims to Total Applications of Funds' for the year ended 2023-24. These statements are the responsibility of the Programme 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 World Bank Financed Rejuvenating Watersheds for



Agricultural Resilience through Innovative Development Programme (REWARD) for the year ended 2023-24 in accordance with Government of India Accounting Standards.

In addition, in our opinion, (a) with respect of Statement of Expenditures (SOEs), adequate supporting documentation has been maintained to support claims to the World Bank for reimbursements of expenditures incurred at Rs. 7,58,22,633/- (Seven Crore Fifty-Eight Lakh Twenty-Two Thousand Six Hundred Thirty-Three only) and (b) Expenditures of Rs. 7,58,22,633/- (Seven Crore Fifty-Eight Lakh Twenty-Two Thousand Six Hundred Thirty-Three only) are eligible for financing under the Loan agreement.

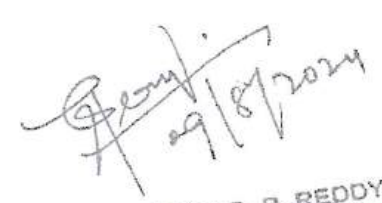
During the course of audit, SOEs and the connected documents were examined, and these can be relied upon to support reimbursement under the Loan agreement.

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/State or UT Legislature.




Deputy Director (AMG-I)

Statement of Expenditure as on 31.03.2024 for World Bank Assisted project-REWARD					
Sr no	Scheme (Plan)	Major Head	BE 2023-24	RE 2023-24	Expenditure
			(Rs. in Cr.)	(Rs. in Cr.)	(Rs. )
A	World Bank Assisted REWARD Programme				
	Management Cell (Detailed Head)				
	(a) Domestic Travel Expenses	2501 05 101 13 02 11	0.90	0.10	49944.00
	(b) Foreign Travel Expenses	2501 05 101 13 02 12	0.80	0.80	0.00
	(c ) Office Expenses	2501 05 101 13 02 13	1.00	0.50	2404770.00
	(d) Rents, Rates and Taxes	2501 05 101 13 02 14	3.50	3.50	33561128.00
		sub total	6.20	4.90	36015842.00
B	Seminar, Workshops, Conference etc.				
	a.Other Administrative Expenses	2501 05 101 13 03 20	0.00	0.00	0.00
	b. Other Revenue Expenditure	2501 05 101 13 03 49	2.00	0.75	178273.00
	c.Other Charges	2501 05 101 13 03 50	0.00	0.00	0.00
		sub total	2.00	0.75	178273.00
C	Professional Support-institutional Support, Capacity Building, M&E,IEC, IT and others				
	Office Expenses	2501 05 101 13 04 13	3.50	0.15	0.00
	Advertising and Publicity	2501 05 101 13 04 26	0.50	0.05	0.00
	Other Revenue Expenditure	2501 05 101 13 04 49-5	4.00	3.50	33117000.00
	Other Charges	2501 05 101 13 04 50	0.00	0.00	0.00
		sub total	8.00	3.70	33117000.00
D	Project Management unit				
	a) Professional Services	2501 05 101 13 05 28	1.80	0.80	4100000.00
	b)Other Revenue Expenditure	2501 05 101 13 05 49	1.00	0.30	2411518.00
	c)Other Charges	2501 05 101 13 05 50	0.00	0.00	0.00
	d) Other Contractual Services	2501.05.101.13.05.30	0.00	0.00	0.00
		SUB TOTAL	2.80	1.10	6511518.00
	Total : REWARD		19.00	10.45	75822633.00
				IN Crore	7.5822633

  
 (डा. सी. पी. रेड्डी/Dr. C. P. REDDY)  
 सचिव एवं अध्यक्ष एवं ज्येष्ठ राष्ट्रीय परियोजना निदेशक (रिवार्ड)  
 Sr. Addl. Programme Director & Addl. Programme Director (Reward)  
 राष्ट्रीय विकास परिषद, नई दिल्ली  
 राष्ट्रीय विकास परिषद/Min. of Rural Dev.  
 भूमि संसाधन विभाग/Dio Land Resources  
 Govt. of India, New Delhi



Statement of Expenditure as on 31.03.2024 for World Bank Assisted project-REWARD			
S.No.	Name of Expenditure	Budget Head	Amount (Rs.)
1	Domestic Travel Expenses-REWARD	2501.05.101.13.02.11	49944.00
2	Office Expenses-REWARD	2501.05.101.13.02.13	2404770.00
3	Rents, Rates & Taxes- REWARD	2501.05.101.13.02.14	33561128.00
4	Other revenue Expenditure-REWARD (Seminar, Workshop & Conference etc.	2501.05.101.13.03.49	178273.00
5	Other revenue Expenditure-REWARD (Office Expenses-REWARD)	2501.05.101.13.04.49	33117000.00
6	Project Management unit- Professional services(REWARD)	2501.05.101.13.05.28	4100000.00
7	Project Management unit- Other Revenue services(REWARD)	2501.05.101.13.05.49	2411518.00
Total			75822633.00

  
 09/08/2024  
 (डा. सी. पी. रेड्डी / Dr. C. P. REDDY)  
 वरिष्ठ अपर अधीक्षक / Sr. Addl. Controller  
 वरिष्ठ कार्यक्रम निदेशक (रिवार्ड) / Sr. Addl. Programme Director (Reward)  
 ग्रामीण विकास विभाग / Min. of Rural Dev.  
 भूमि संसाधन विभाग / D/o Land Resources  
 Govt. of India, New Delhi

**Name of the Project: Rejuvenating Watershed for Agricultural Resilience Through  
Innovation Development Program**

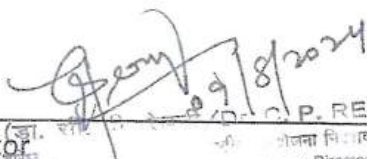
**Loan/ Grant/ Credit/ No. P172187 (Loan IBRD-93140-IN**

**Reconciliation of Claims to Total Applications of Funds  
Report for the year ended 31.03.2024**

Schedules	Amt (Rs. '000)		
	Current Year	Previous Year	Project to date
Bank Funds claimed during the year (A)			
I	0.00	116181.00	116181.00
Total Expenditure made during the year (B)	75822.63	44350.00	149077.63
Less: Outstanding bills (C)	0.00	0.00	0.00
Ineligible expenditures (D)	0.00	0.00	0.00
Expenditures not claimed (E)	0.00	0.00	0.00
Total Eligible Expenditures Claimed (F)=(B)-(C)-(D)-(E)	75822.63	44350.00	149077.63
World Bank Share @ x% of (F) above (G)	NA	NA	NA

CFAO

Add. Project Director

  
 P. P. REDDY  
 Addl. Director (Reward)  
 Min. of Rural Dev.  
 Govt. of India, New Delhi

Date

Date

**Notes:**

1. Total expenditure made during the year (B above) must be the same as the Total Expenditures shown on the Statement of Sources and Applications of Funds (D on the Statement of Sources and Applications of Funds)
2. Outstanding A/C Bills (C above) reflect funds drawn against A/c bills that have been booked as expenditure but not settled by the end of the year (i.e. unsettled advances). The project should shown in Schedule II the opening balance of unsettled A/c Bills, A/c Bills drawn during the year. A/c Bills settled during the year. A/c Bills unsettled at the end of the year.
3. Expenditures not claimed (E above) may reflect timing differences for eligible expenditures incurred during the year but claimed after the year end.
4. Amounts A and G above must be equal.



**Name of the Project: Rejuvenating Watershed for Agricultural Resilience Through  
Innovation Development Program**

**Loan/ Grant/ Credit/ No. P172187 (Loan IBRD-93140-IN**

**Statement of Sources and Applications of Funds**

**Report for the year ended 31.03.2024**

In Rs'000

Particulars	Current Year	Previous Year	Project to date
<b>Opening Balance (A) (if cash balances are controlled by the entity)</b>	0.00	0.00	
<b>Receipts</b>			
Funds from Government through Budget (These will include external assistance received by Government for the project.)	75822.63	178800.00	310108.60
Funds received directly by Project Implementing authority through external assistance	0.00	0.00	0.00
Other Receipts	0.00	0.00	0.00
<b>Total Receipts (B)</b>	75822.66	178800.00	310108.60
<b>Total Sources (C = A + B)</b>	75822.66	178800.00	310108.60
<b>Expenditures by Component</b>			
A. MANAGEMENT CELL	36015.84	30260.00	87188.84
B. OTHER ADMINISTRATIVE EXPENSES	178.27	970.00	1148.27
C. OFFICE EXPENSES & PMU	39628.52	13120.00	60740.52
<b>Total Expenditures (D)</b>	75822.63	44350.00	149077.63
<b>Closing Balance, (C-D) (if cash balances are controlled by the entity)</b>	0.00	0.00	

**Note: The fund has been lapsed at the end of every financial year.**

(डा. सी. पी. रेड्डी/Dr. C. P. REDDY)

वरिष्ठ अपर आसुक्त एवं अपर राष्ट्रीय परियोजना निदेशक (रिवाडी)  
Sr. Addl. Commissioner & Addl. Programme Director (Rural Dev.)

18  
आधीन विभाग  
भूमि संसाधन

Ministry of Rural Dev.  
and Resources

कार्यालय महानिदेशक लेखापरीक्षा  
(केन्द्रीय व्यय),  
ऑडिट भवन, इन्द्रप्रस्थ एस्टेट,  
नई दिल्ली-110002



SUPREME AUDIT INSTITUTION OF INDIA  
लोकहितार्थं सत्यनिष्ठा  
Dedicated to Truth in Public Interest

OFFICE OF THE DIRECTOR GENERAL  
OF AUDIT (CENTRAL EXPENDITURE),  
AUDIT BHAWAN, INDRAPRASTHA ESTATE,  
NEW DELHI-110002

No. AMG-(1)/IR/EAP/REWARDS/2024-25/468

Date: 18.08.2025

To  
Joint Secretary (REWARD),  
Email-jswm-dolr@nic.in  
Government of India,  
Department of Land Resources,  
2nd Floor, Shivaji Stadium  
New Delhi-110001

**Subject: Audit Report/Opinion in respect of World Bank Financed Rejuvenating Watersheds for Agricultural Resilience through Innovative Development Programme—(REWARD)” Loan No. 9314-IN, Department of Land Resources, Ministry of Rural Development for the period 2024-25.**

We have audited the accompanying financial statements of the Rejuvenating Watersheds for Agricultural Resilience through Innovative Development Programme (REWARD) Loan No. 9314-IN, Department of Land Resources, Ministry of Rural Development comprising of ‘Statement of Sources and Applications of Funds’ and the ‘Reconciliation of Claims to Total Applications of Funds’ for the year ended 2024-25. These statements are the responsibility of the Programme 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 World Bank Financed Rejuvenating Watersheds for Agricultural Resilience thorough Innovative Development Programme (REWARD) for the year ended 2024-25 in accordance with Government of India Accounting Standards.

In addition, in our opinion, (a) with respect of Statement of Expenditures (SOEs), adequate supporting documentation has been maintained to support claims to the World Bank



for reimbursements of expenditures incurred at Rs. 7,84,85,879/- (Seven Crore Eighty-Four Lakh Eighty-Five Thousand Eight Hundred Seventy-Nine only) and (b) Expenditures of Rs. 7,84,85,879/- (Seven Crore Eighty-Four Lakh Eighty-Five Thousand Eight Hundred Seventy-Nine only) are eligible for financing under the Loan agreement.

During the course of audit, SOEs and the connected documents were examined, and these can be relied upon to support reimbursement under the Loan 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/State or UT Legislature.

  
**Director (AMG-I)**

**F.No. S-11028/1/2022-REWARD(E-3013174)**  
**Government of India**  
**Ministry of Rural Development**  
**Department of Land Resources**

Shivaji Stadium Annexi Building,  
 New Delhi, 10<sup>th</sup> July, 2025

To

The Director (AMG-V)  
 O/o the Director General of Audit (Central Expenditure)  
 AGCR Building, I.P. Estate,  
 New Delhi – 110002

**Subject: Audit of World Bank Assisted REWARD Program for the Financial Year 2024-25 (Loan No. 9314-IN)-Reg.**

Madam,

I am directed to say that Rejuvenating Watersheds for Agricultural Resilience through Innovative Development (REWARD) is a Program for Results (P for R) program financed by the World Bank, Government of India, and State Governments. The program covers: (i) the Department of Land Resources (DOLR), Government of India (ii) Watershed Development Department (WDD), Government of Karnataka (GoK) and, (iii) Directorate of Soil Conservation and Watershed (DSC & WD), Government of Odisha (GoO).

2. Reward is a five-year program with Program Development Objective to Strengthen Capacities of National and State Institutions; to adopt improved watershed management for increasing farmers' resilience; and support value chains in watersheds of participating States. The total program cost is USD 149.94 million(revised), out of which the World Bank financing is USD 102.80 million, comprising of US\$43.8 million for Odisha, US\$53.6 for Karnataka and US\$ 5.4 million for DoLR. Karnataka and Odisha State Governments have separate loan agreements with World Bank.

3. As per World Bank's mandate, the Annual Audit of World Bank funded REWARD program needs to be done by the Comptroller and Auditor General of India. An Expenditure Sheet, Statement of Sources and Applications of Fund, Reconciliation of Claims to total application of fund duly attested is enclosed for the ready reference.

Cont.. /2



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4. CAG is, therefore, requested to conduct the audit of the expenditure of REWARD Program for the financial year 2024-25 and issue audit certificate for submission to World Bank Office. The expenditure of the program during the financial year 2024-25 was Rs. 7.8486 crore.

Yours faithfully,



(Dr. C. P. Reddy)

Senior Addl. Commissioner and  
Addl. Project Director, REWARD

Encl: As Above

(डा. सी. पी. रेड्डी/Dr. C. P. REDDY)  
वरिष्ठ अपर आयुक्त एवं अपर राष्ट्रीय परियोजना निदेशक (रिवार्ड)  
Sr. Addl. Commissioner & Addl. Programme Director (Reward)  
भारत सरकार, नई दिल्ली  
ग्रामीण विकास मंत्रालय/Min. of Rural Dev.  
भूमि संसाधन विभाग/D/o Land Resources  
Govt. of India, New Delhi

<b>Statement of Expenditure as on 31.03.2025 for World Bank Assisted project-REWARD</b>			
<b>S.No</b>	<b>Name of Expenditure</b>	<b>Budget Head</b>	<b>Amount (Rs.)</b>
1	Domestic Travel Expenses-REWARD	2501.05.101.13.02.11	741878.00
2	Foreign Travel Expenses-REWARD	2501.05.101.13.02.12	1151446.00
3	Office Expenses-REWARD	2501.05.101.13.02.13	692439.00
4	Rents, Rates & Taxes- REWARD	2501.05.101.13.02.14	34958593.00
5	Other revenue Expenditure-REWARD (Seminar, Workshop & Conference)	2501.05.101.13.03.49	464437.00
6	Professional Support-Office Expenses	2501.05.101.13.04.13	18,48,860.44
7	Professional Support-Advertising and Publicity	2501.05.101.13.04.26	12,40,441.00
8	Other revenue Expenditure-REWARD (Office Expenses-REWARD)	2501.05.101.13.04.49	25000000.00
9	Project Management unit- Professional services(REWARD)	2501.05.101.13.05.28	10824677.00
10	Project Management unit- Other Revenue services(REWARD)	2501.05.101.13.05.49	1563108.00
<b>Total</b>			<b>78485879.44</b>

  
 10/7/2025  
 (डा. सी. पी. रेड्डी/Dr. C. P. REDDY)  
 अधिक उपर आपुक्त एवं उपर राष्ट्रीय परियोजना निदेशक (रिवार्ड)  
 Sr. Addl. Commissioner & Addl. Programme Director (Reward)  
 भारत सरकार, नई दिल्ली  
 ग्रामीण विकास विभाग/Min. of Rural Dev.  
 भूमि संसाधन विभाग/D/o Land Resources  
 Govt. of India, New Delhi



**Name of the Project: Rejuvenating Watershed for Agricultural Resilience Through  
Innovation Development Program**

**Loan/ Grant/ Credit/ No. P172187 (Loan IBRD-93140-IN**


**Statement of Sources and Applications of Funds**

**Report for the year ended 31.03.2025**

In Rs'000

Particulars	Current Year	Previous Year	Project to date
<b>Opening Balance (A) (if cash balances are controlled by the entity)</b>	0.00	0.00	
<b>Receipts</b>			
Funds from Government through Budget (These will include external assistance received by Government for the project.)	78485.87	75822.63	388594.47
Funds received directly by Project Implementing authority through external assistance	0.00	0.00	0.00
Other Receipts	0.00	0.00	0.00
<b>Total Receipts (B)</b>	78485.87	75822.66	388594.47
<b>Total Sources (C = A + B)</b>	78485.87	75822.66	388594.47
<b>Expenditures by Component</b>			
A. MANAGEMENT CELL	37544.35	36015.84	124733.19
B. OTHER ADMINISTRATIVE EXPENSES	464.437	178.27	1612.71
C. OFFICE EXPENSES & PMU	40477.08	39628.52	101217.60
<b>Total Expenditures (D)</b>	78485.87	75822.63	227563.50
<b>Closing Balance, (C-D) (if cash balances are controlled by the entity)</b>	0.00	0.00	

Note: The fund has been lapsed at the end of every financial year.

  
 10/7/2025  
 (डा. सी. पी. रेड्डी/Dr. C. P. REDDY)  
 अधिक अवर आयुक्त एवं अवर राष्ट्रीय सहयोग निदेशक (रिजर्व)  
 Sr. Addl. Commissioner & Addl. Programme Director (Reward)  
 भारत सरकार, नई दिल्ली  
 ग्रामीण विकास विभाग/Min. of Rural Dev.  
 श्रम संसाधन विभाग/D/o Land Resources  
 Govt. of India, New Delhi

**Name of the Project: Rejuvenating Watershed for Agricultural Resilience Through  
Innovation Development Program**

**Loan/ Grant/ Credit/ No. P172187 (Loan IBRD-93140-IN)**

**Reconciliation of Claims to Total Applications of Funds  
Report for the year ended 31.03.2025**

Schedules	Amt (Rs. '000)		
	Current Year	Previous Year	Project to date
Bank Funds claimed during the year (A)			
I	0.00	0.00	116181.00
Total Expenditure made during the year (B)	78485.87	75822.63	227563.50
Less: Outstanding bills (C)	0.00	0.00	0.00
Ineligible expenditures (D)	0.00	0.00	0.00
Expenditures not claimed (E)	0.00	0.00	0.00
Total Eligible Expenditures Claimed (F)=(B)-(C)-(D)-(E)	78485.87	75822.63	227563.50
World Bank Share @ x% of (F) above (G)	NA	NA	NA

CFAO

Project Director

*(Signature)*  
10/7/2025  
(डा. सी. पी. रेड्डी/Dr. C. P. REDDY)  
वरिष्ठ अपर आयुक्त एवं अपर राष्ट्रीय परियोजना निदेशक (रिवार्ड)  
Sr. Addl. Commissioner & Addl. Programme Director (Reward)  
भारत सरकार, नई दिल्ली  
ग्रामीण विकास मंत्रालय/Min. of Rural Dev.  
भूमि संसाधन विभाग/D/o Land Resources  
Govt. of India, New Delhi

Date

Date

**Notes:**

- Total expenditure made during the year (B above) must be the same as the Total Expenditures shown on the Statement of Sources and Applications of Funds (D on the Statement of Sources and Applications of Funds)
- Outstanding A/c Bills (C above) reflect funds drawn against A/c bills that have been booked as expenditure but not settled by the end of the year (i.e. unsettled advances). The project should shown in Schedule II the opening balance of unsettled A/c Bills, A/c Bills drawn during the year. A/c Bills settled during the year. A/c Bills unsettled at the end of the year.
- Expenditures not claimed (E above) may reflect timing differences for eligible expenditures incurred during the year but claimed after the year end.
- Amounts A and G above must be equal.