

PRESENTATION
OF
Concurrent Audit
IN
NRHM

A NEW INITIATIVE

SCHEME OF PRESENTATION

- WHAT IS CONCURRENT AUDIT
- BACKGROUND
- WHERE-THE-SHOE-PINCHES
- BENEFITS
- FEATURES OF AUDIT REPORTS
- AREAS OF CONCERN
- WAY FORWARD
- SUGGESTIONS FOR IMPROVEMENT

Concurrent Audit

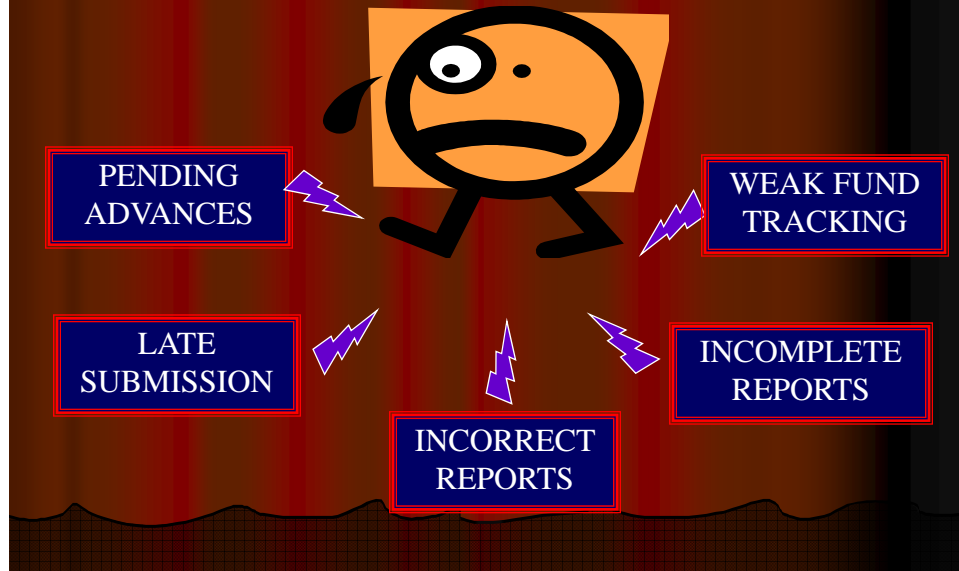
What it is ?

- Concurrent Audit is a systematic and timely examination of the financial transactions on a regular basis to ensure accuracy, authenticity and compliance with procedures and guidelines of project.
- Concurrent audit do not emphasis test checking but substantial checking of a transaction. The main objective is to detect arithmetical errors and manipulation deliberately made in project.

BACKGROUND

- NRHM - A PROJECT OF
 - HIGH MAGNITUDE
 - MULTI DIMENSIONS
 - COMPARATIVELY NEW PROCESSES
 - NEW SUPPORT SYSTEM
 - NEW STAFF PATTERN
 - Concurrent Audit has introduced initially by the MP for strengthen the financial Management system. Later on 22 states have implement the system .

WHERE-THE-SHOE-PINCHES



BENEFITS

- RELIABLE INFORMATION
- ACCURATE DATA
- TIMELY REPORTS
- EFFECTIVE ADVANCES MONITORING
- DISTRICT MONITORING ACTIVITY WISE
- PHYSICAL Vs. FINANCIAL MONITORING
- DECISIVE IN MAKING DISBURSEMENTS TO DISTRICTS
- TIMELY PREPARATION OF REPORTS AT STATE TO BE SENT TO THE GOI

FEATURES OF AUDIT REPORTS

- RECEIPT AND PAYMENT ACCOUNT
- INCOME & EXPENDITURE ACCOUNT
- BALANCE SHEET
- AUDITED SOE
- AGE WISE ADVANCES
- PARTY WISE ADVANCES
- CHECKLIST

AREAS OF CONCERN

- ONLY 22 STATES ARE IMPLEMENTED THE CONCURRENT AUDIT SYSTEM.
- QUATERLY SUMMARY REPORT OF AUDIT IS NOT SENDING BY STATE TO FMG.
- DELAY IN APPOINTMENT OF AUDITOR.
- CONCURRENT AUDIT SYSTEM HAS IMPLEMENTED BY STATE ONLY DISTRICT LEVEL IT MAY IMPLEMENT UPTO BLOCK LEVEL.

STATUS OF CONCURRENT AUDIT

1. OUT OF 35 STATES ONLY 22 STATES HAVE IMPLEMENTED CONCURRENT AUDIT SYSTEM.
2. FOLLOWING STATES HAVE NOT YET IMPLEMENTED:-
JHARKHAND,UTTARAKHAND,CHANDIGARH,DA
MAN,DELHI.
3. FOLLOWING STATES HAVE NOT YET INFORM ABOUT IMPLEMENTATION OF AUDIT:-
MANIPUR,MEGHALAYA,MIZORAM,NAGALAND,S
IKKIM, LAKSHADWEEP ANDAMAND AND
NICOBAR .

WAY FORWARD

- UP-DATION OF BOOKS OF ACCOUNTS UPTO BLOCK LEVEL.
- RECEIVING AUDITED SOE FROM BLOCK AND DISTRICT.
- HELP IN PROVIDING TRAINING ON F& A.
- MONTHLY BANK RECONCILIATION .
- MINIMISE DIFFERENCE BETWEEN AUDITED AND FMR EXPENDITURE REPORT.
- COMPLETION OF STATUTORY AUDIT REPORT IN TIME.