

# Audited Project Financial Statements

---

Project Number: 39225-034

Loan/Grant Number: 0400

Period covered: 1 July 2020 to 30 June 2021

## Bhutan: South Asia Subregional Economic Cooperation Road Connectivity Project

Prepared by Department of Roads

For the Asian Development Bank

Date accepted by ADB: 4 August 2022

The audited project financial statements are documents owned by the borrower. The views expressed herein do not necessarily represent those of ADB's Board of Directors, Management, or staff. These documents are made publicly available in accordance with ADB's Access to Information Policy and as agreed between ADB and the Kingdom of Bhutan.



ལྷན་ཁག་གི་ཕྱི་སྒྲིག་འཕྲིད་པའི་འཛིན་པ།

Reporting on Economy, Efficiency & Effectiveness in the use of Public Resources

AIN:OAAGPL-2022-130

**FINANCIAL AUDIT REPORT  
OF THE SUB REGIONAL COOPERATION PROJECT ROAD  
CONNECTIVITY PROJECT (SASEC), GRANT No. G-0400-BHU,  
FUNDED BY ASIAN DEVELOPMENT BANK (ADB)  
IMPLEMENTED BY REGIONAL OFFICE, DEPARTMENT OF  
ROADS, PHUENTSHOLING**

**PERIOD: 01.07.2020 To 30.06.2021**

**JUNE 2022**

*"Every individual must strive to be principled. And individuals in positions of responsibility must even strive harder."  
- His Majesty the King Jigme Khesar Namgyel Wangchuck*

P.O. Box: 389 | Phuentsholing | Chhukha | Bhutan | Tel: +975-5-252491 | Fax: +975-5-251639  
Website: [www.bhutanaudit.gov.bt](http://www.bhutanaudit.gov.bt) | Email: [info@bhutanaudit.gov.bt](mailto:info@bhutanaudit.gov.bt); [penjor@bhutanaudit.gov.bt](mailto:penjor@bhutanaudit.gov.bt)



ཀྲུང་གཞི་རྒྱུ་ཚུལ་ཞིབ་དབང་འཛིན།

## ROYAL AUDIT AUTHORITY

### OFFICE OF THE ASSISTANT AUDITOR GENERAL PHUENTSHOLING

Reporting on Economy, Efficiency & Effectiveness in the use of Public Resources



RAA/AR/OAAG-Pling/SASEC-DoR/2020-21/218

Dated: 30.06.2022

The Project Co-ordinator  
SASEC Road Connectivity Project (G-0400)  
Department of Roads, Phuentsholing

**Subject: Financial Audit Report of “South Asia Sub-Regional Economic Cooperation (SASEC) Road Connectivity Project”, funded by Asian Development Bank (ADB), Grant No. 0400-BHU for the period 1 July 2020 to 30 June 2021 implemented by Regional Office, Department of Roads, Phuentsholing**

Sir,

Enclosed herewith please find three sets of the audited **financial statements and auditors’ report thereon** in respect of *South Asia Sub Regional Economic Cooperation (SASEC) Road Connectivity Project* implemented by Regional Office, Department of Roads, Phuentsholing for the financial year ended 30 June 2021 along with Audit Findings & Recommendations. The audit was conducted as required under the Audit Act of Bhutan 2018, and in accordance with International Standards of Supreme Audit Institutions (ISSAIs) and Project Agreement.

#### **Auditor’s Report on the Financial Statement**

As may be noted from the auditors’ report, the financial statements are prepared by South Asia Sub Regional Economic Cooperation (SASEC) Road Connectivity Project, Regional Office, Department of Roads, Phuentsholing in all material respects, in accordance with Financial Rules and Regulations 2016. Accordingly, the RAA has expressed an unmodified (unqualified) opinion on the financial statements.

#### **Audit Findings and Recommendations**

The deficiencies and lapses observed in the accounting records, internal controls and operations of the **South Asia Sub Regional Economic Cooperation (SASEC) Road Connectivity Project, implemented by Regional Office, Department of Roads, Phuentsholing** are reported herewith as audit findings along with recommendations, which also form part of the audited financial statement for the year ended 30 June 2021.

The RAA had reviewed the replies furnished by the **South Asia Sub Regional Economic Cooperation (SASEC) Road Connectivity Project, Regional Office, Department of Roads, Phuentsholing** and incorporated in the report. Out of four [4] audit findings, three [3] paras were settled in view of replies and related supporting documents and evidences furnished subsequently, which are transmitted separately to South Asia Sub Regional Economic Cooperation (SASEC) Road Connectivity Project, Regional Office, Department of Roads, Phuentsholing in the form of **Management Appraisal Report (MAR)** for future reference and compliance.

*“Every individual must strive to be principled. And individuals in positions of responsibility must even strive harder.”*  
- His Majesty the King Jigme Khesar Namgyel Wangchuck

The South Asia Sub Regional Economic Cooperation (SASEC) Road Connectivity Project, Regional Office, Department of Roads, Phuentsholing is requested to review the deficiencies and lapses pointed out and institute appropriate check and balance systems to curb such lapses in future. The Royal Audit Authority would appreciate receiving an Action Taken Report (ATR) **within one month** from the date of issuance of this report.

### **Achievements**

Notwithstanding the deficiencies and lapses, the RAA has also noted achievements made by the South Asia Sub Regional Economic Cooperation (SASEC) Road Connectivity Project, Regional Office, Department of Roads, Phuentsholing during the period under audit, which are detailed in **Annexure-B** of this report.

The Royal Audit Authority acknowledges the kind co-operation and assistance extended to the audit team by the officials of the South Asia Sub Regional Economic Cooperation (SASEC) Road Connectivity Project, Regional Office, Department of Roads, Phuentsholing, which facilitated the completion of the audit.

Yours sincerely,



(Penjor)

**Assistant Auditor General**

***Copy to:***

1. The AAG, PPAARD, Royal Audit Authority, Thimphu
2. The Follow-up Section, OAAG, Phuentsholing
3. Office copy

## TITLE SHEET

1. Title : Financial Audit Report of South Asia Sub  
Regional Economic Cooperation (SASEC) Road  
Connectivity Project, Regional Office,  
Department of Roads, Phuentsholing
  
2. AIN : OAAGPL-2022-130
  
3. Head of the Agency : Mr. Kinzang Wangchuk, Project Coordinator  
(EID No: 9807035)  
From: 26/04/2019 to 13/04/2021
  
4. Drawing and Disbursing : 1. Mr. Jambay Wangchuk, Project Manager  
Officer (EID No: 20150105082)  
From: 01/07/2018 till date  
2. Mr. Tshewang, Project Manager  
(EID No:20150105062)  
From: 13/04/2021 to 30/11/2021
  
5. Finance Personnel : Mr. Tilak Thara, Accounts Assistant  
(EID No.: 201007232)  
From 01/07/2018 till date
6. Period Audited : 01/07/2020 to 30/06/2021
7. Schedule of Audit : **Plan**  
Start Date: 04/04/2022  
End Date: 15/04/2022  
Report Issue Date: 06/06/2022  
**Actual**  
Start Date: 25/04/2022  
End Date : 04/05/2022
8. Composition of Teams : **Team Leader:**  
Chimi Tshering, Assts.Audit Officer  
(EID No. 20200116968)  
**Team Members:**  
1. Gem Tshering, AAO (EID:20170709524)  
2. Gelay Jamtsho, Auditor (EID:20180711976)
  
9. Supervising Officer : Penjor, Assistant Auditor General  
(EID No.200401105)
10. Overall Supervising Officer : Minjur Dorji, Dy. Auditor General, DFR&HRM  
(EID No.2002021009)
11. Engagement Letter No : RAA(OAAG-P/ling)ENG-/2022/92 dated  
22/04/2022
12. Focal Person : Gelay Jamtsho
13. Date of Exit Meeting : 03/06/2022

## Acronyms& Abbreviation

---

AAG	: Assistant Auditor General
AIN	: Audit Identification Number
ARA	: Audit Recoveries Account
AR	: Audit Report
ATR	: Action Taken Report
RAA	: Royal Audit Authority
OAAG	: Office of the Assistant Auditor General
PP &AARD	: Policy, Planning & Annual Audit Report Division
AR	: Audit Report
AIN	: Audit Information Number
EID No.	: Employee Identity Number
FY	: Fiscal Year
RGoB	: Royal Government of Bhutan
PMU	: Project Management Unit
PC	: Project Coordinator
PD	: Project Director
ADB	: Asian Development Bank
SASEC	: South Asia Sub-regional Economic Cooperation
PLC	: Project Letter of Credit

## TABLE OF CONTENTS

<b>AUDITORS' REPORT ON FINANCIAL STATEMENTS OF THE ADB FUNDED PROJECT- SOUTH ASIA SUB REGIONAL ECONOMIC COOPERATION (SASEC) ROAD CONNECTIVITY PROJECT, GRANT NO. G-0400-BHU FOR THE FINANCIAL YEAR ENDED 30 JUNE 2021.....</b>	<b>1</b>
--	----------

### ENCLOSURES

1. Receipts and Expenditure Statement	
2. Schedules	
(i) Sources and Uses of Funds for PLC A/cs	
(ii) Statement of Releases Received from Department of Public Account(DPA), MoF to Project PLC A/c ( <b>Refer Annexure-I</b> )	
(iii) Statement of Direct Payments Treated as Grants in Kind ( <b>Refer Annexure II a and b</b> )	
(iv) Statement of BTN payment to consultant ( <b>Refer Annexure III a</b> )	
(v) Statement of Ngultrum Payment to Civil Works (PAR)( <b>Refer Annexure III b, c and d</b> )	
(vi) Statement of advances disbursed & recovered for PLC A/c ( <b>Refer Annexure IV</b> )	
(vii) Budgetary Expenditure by Category/Sub-Category for PLC A/c( <b>Refer Annexure - V</b> )	
(viii) Statement of 10% retention money refunded to contractor( <b>Refer Annexure - VI</b> )	
(ix) Statement of Withdrawal Applications for Direct Payments & Replenishments( <b>Refer Annexure VII</b> )	
(x) Statement of Deposits & Withdrawals of FC Account for FC A/c No.20771 ( <b>Refer Annexure VIII</b> )	
(xi) Budgetary Vs. Expenditure statement ( <b>Refer Annexure IX</b> )	
(xii) Reconciliation between APFS and G/LFIS( <b>Refer Annexure X</b> )	
(xiii) Receipt & Payment Statement (ePEMS)( <b>Refer Annexure XI</b> )	
(xiv) Notes on Project Financial Statements for Fiscal Year 2020-2021( <b>Refer Annexure XII</b> )	

<b>AUDIT FINDINGS AND RECOMMENDATIONS ON THE ACCOUNTS &amp; OPERATIONS OF SOUTH ASIA SUB REGIONAL ECONOMIC COOPERATION (SASEC) ROAD CONNECTIVITY PROJECT, PHUENTSHOLING.....</b>	<b>5</b>
<b>1. Less deduction of TDS from Hiring of Machinery- Nu.655,815.45.....</b>	<b>5</b>
<b>ANNEXUREA:PROFILE.....</b>	<b>8</b>
<b>ANNEXUREB:ACHIEVEMENTS.....</b>	<b>9</b>

**AUDITORS' REPORT ON THE FINANCIAL  
STATEMENTS**





ཀྲུང་གཞི་རྒྱུ་ཚུལ་ཞིབ་དབང་འཛིན།

## ROYAL AUDIT AUTHORITY

### OFFICE OF THE ASSISTANT AUDITOR GENERAL PHUENTSHOLING

Reporting on Economy, Efficiency & Effectiveness in the use of Public Resources



## AUDITORS' REPORT ON FINANCIAL STATEMENTS OF THE ADB FUNDED PROJECT- SOUTH ASIA SUB REGIONAL ECONOMIC COOPERATION (SASEC) ROAD CONNECTIVITY PROJECT, GRANT NO. G-0400-BHU FOR THE FINANCIAL YEAR ENDED 30 JUNE 2021

### Opinion

We have audited the accompanying financial statements of the Asian Development Bank funded Project, “**South Asia Sub-Regional Economic Cooperation (SASEC) Road Connectivity Project**”, implemented by the **Regional Office, Department of Roads, Phuentsholing** (PLC Account No.206.01/2026) which comprise the Receipts and Payments Statement and schedules forming part of financial statements for the financial year ended 30 June 2021.

In our opinion, the financial statements are prepared, in all material respects, in accordance with the Financial Rules and Regulations 2016 and Project Agreement.

### Basis for Opinion

We conducted our audit in accordance with International Standards of Supreme Audit Institutions. Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of Financial Statement* section of our report. We are independent of **Regional Office, Department of Roads, Phuentsholing** in accordance with RAA's Code of Conduct, Ethics and Secrecy of Auditors, and we have fulfilled our responsibilities in accordance with the requirements outlined in this Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

### Responsibilities of Management and Those Charged with Governance for the Financial Statements

Management is responsible for preparation of the financial statements in accordance with the Financial Rules and Regulations 2016 and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

Those charged with governance are responsible for overseeing the **Regional Office, Department of Road's, Phuentsholing** financial reporting process.

*“Every individual must strive to be principled. And individuals in positions of responsibility must even strive harder.”*  
- His Majesty the King Jigme Khesar Namgyel Wangchuck

P.O. Box: 389 | Phuentsholing | Chhukha | Bhutan | Tel: +975-5-252491/251488 | Fax: +975-5-251639  
Website: [www.bhutanaudit.gov.bt](http://www.bhutanaudit.gov.bt) | Email: [info@bhutanaudit.gov.bt](mailto:info@bhutanaudit.gov.bt); [penjor@bhutanaudit.gov.bt](mailto:penjor@bhutanaudit.gov.bt)

## **Auditor's Responsibilities for the Audit of the Financial Statements**

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISSAIs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of audit in accordance with ISSAIs, we exercise professional judgement and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omission, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the **Regional Office, Department of Roads's** internal control.

We communicate with the management, among others, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during the audit.

## **Other Requirements**

### **We report that;**

- The flow of funds from the Foreign Currency Account and balance thereon could be fairly relied upon. The control mechanism put in place for the operation of the account could also be fairly relied upon;
- The funds provided under Loan/Grant No.: G-0400-BHU have been utilized for the purpose for which they were provided;
- All expenditures incurred and reported are eligible for financing under the Loan and Grant Agreements;
- With respect to Sources and Uses of Fund and Statement of Expenditures (SoEs), adequate supporting documents has been maintained to support claims to the Asian Development Bank for reimbursements of expenditures incurred;

- The FOREX conversation rate for fund transfer is recognized on the basis of exchange rate prevailing on the date of transfer of fund to the Department of Public Accounts (DPA) from the Foreign Currency Account maintained with Royal Monetary Authority (RMA) of Bhutan;
- With respect to Sources and Uses of Fund, adequate supporting documents have been maintained to support claims to the Asian Development Bank for reimbursements of expenditure incurred.
- All expenditure incurred and reported under each Components are eligible under the Asian Development Bank Project Grant No. G-0400-BHU; and
- The financial operations were carried out as per the project agreement and adequate controls instituted to ensure that the funds are used for project related activities



(Penjor)  
**Assistant Auditor General**  
**Date: 30.06.2022**

**ENCLOSURES**

<p style="text-align: center;"> <b>ROYAL GOVERNMENT OF BHUTAN</b>  <b>MINISTRY OF WORKS &amp; HUMAN SETTLEMENT</b>  <b>SASEC ROAD CONNECTIVITY PROJECT (ADB: 0400-BHU)</b>  <b>PMU,DOR ,PHUENTSHOLING</b>  <b>FINANCIAL YEAR 1ST JULY' 2020-30TH JUNE' 2021</b>  <b>SOURCES AND USES OF FUNDS FOR PLC A/C No.:- 206.01/2026</b> </p>
--

[illegible]

PARTICULARS	OPENING BALANCE(NU)			FOR THE FISCAL YEAR (NU)			CUMMULATIVE TOTAL FOR THE PROJECT PERIOD(NU)			Remarks
	ADB	RGoB	Total	ADB	RGoB	Total	ADB	RGoB	Total	
	1	2	1+2	1	2	1+2	1	2	1+2	
<i>Total Source of Funds (Receipts):-</i>	635,593,643.55	156,641,668.74	792,235,312.29	33,561,719.00	10,544,907.04	44,106,626.04	669,155,362.55	167,186,575.78	836,341,938.33	
<i>B. Uses of Funds(Payments)</i>										
<b>1. Budgetary Expenditure at PMU</b>	465,411,140.56	84,836,943.30	550,248,083.86	22,049,163.00	7,455,654.00	29,504,817.00	487,460,303.56	92,292,597.30	579,752,900.86	Refer PEMS R&P Statement of 30 June 2021 and Annex V
<b>2. Non Budgetary Expenditure(Non-Revenue , /Refundable, Uncashed Cheques) DOR</b>	8,842,253.84	17,150,309.47	25,992,563.31	8,281,846.00	1,942,655.04	10,224,501.04	17,124,099.84	19,092,964.51	36,217,064.35	Refer PEMS R&P Statement of 30 June 2021 and Annex VI
<b>3. Revenue Receipts/Remittances (Remittances)TDS</b>	10,458,029.04	1,597,063.96	12,055,093.00	372,829.00	112,422.00	485,251.00	10,830,858.04	1,709,485.96	12,540,344.00	Refer PEMS R&P Statement of June 2021 & Annex III(A), III(B) III C(i) III(D)
<b>4. Other Recoveries/Remittances (Remittances)</b>	23,171,709.94	5,741,955.12	28,913,665.06	1,177,335.00	247,874.00	1,425,209.00	24,349,044.94	5,989,829.12	30,338,874.06	Refer PEMS R&P Statement of 30 June 2021 & Annex III(B) & III(d)
<b>5. Advance Recoveries/Payments (Payments)</b>	99,455,137.05	40,508,158.69	139,963,295.74	1,206,000.00	45,000.00	1,251,000.00	100,661,137.05	40,553,158.69	141,214,295.74	Refer PEMS R&P Statement of June 2021 and Annex IV
<b>6. Miscellaneous/Suspense Receipts/Payments (Payment)</b>	-	3,617.19	3,617.19	-	-	-	-	3,617.19	3,617.19	
<b>7. Fund Surrendered to DPA</b>	-	40,566.55	40,566.55	-	-	-	-	40,566.55	40,566.55	
<i>Total Fund Use(Payments):-</i>	607,338,270.43	149,878,614.28	757,216,884.71	33,087,173.00	9,803,605.04	42,890,778.04	640,425,443.43	159,682,219.32	800,107,662.75	
<i>C. Net Change (A-B)</i>	28,255,373.12	6,763,054.46	35,018,427.58	474,546.00	741,302.00	1,215,848.00	28,729,919.12	7,504,356.46	36,234,275.58	
<i>D. Opening Balance as on Fiscal Year start 1st July' 2019 (1st July' 2019 to 30th June'2020)</i>										
1. Opening Cash Balance as on 1st July' 2020:		-	-	-	11,238.00	11,238.00	-			

PARTICULARS	OPENING BALANCE(NU)			FOR THE FISCAL YEAR (NU)			CUMMULATIVE TOTAL FOR THE PROJECT PERIOD(NU)			Remarks
	ADB	RGoB	Total	ADB	RGoB	Total	ADB	RGoB	Total	
	1	2	1+2	1	2	1+2	1	2	1+2	

<b>2. Opening Advance Balance as on 1st July' 2020:</b>	113,453,040.96	25,247,427.93	138,700,468.89	21,431,891.98	5,126,252.00	26,558,143.98	134,884,932.94	30,373,679.93	165,258,612.87	Refer PEMS R&P Statement of 30 June 2021 and Annex IV
<b>Total Opening Balance:-</b>	<b>113,453,040.96</b>	<b>25,247,427.93</b>	<b>138,700,468.89</b>	<b>21,431,891.98</b>	<b>5,137,490.00</b>	<b>26,569,381.98</b>	<b>134,884,932.94</b>	<b>30,373,679.93</b>	<b>165,258,612.87</b>	
<b>E. Closing Balances as of fiscal Year Ended 30th June' 2021 (1st July' 2020 to 30th June'2021)</b>										
<b>1. Closing Cash Balance as of 30th June' 2021:</b>				-	-	-				
<b>2. Closing Bank Balance as of 30th June' 2021:</b>	23,331,527.15	5,547,540.58	28,879,067.73	474,546.00	741,302.00	1,215,848.00	23,806,073.15	6,288,842.58	30,094,915.73	Refer ePEMS R&P Statement of June 2021
<b>3. Closing Advance Balance as of 30th June' 2021:</b>	135,552,907.87	30,373,679.93	165,926,587.80	22,276,091.98	5,126,252.00	27,402,343.98	157,828,999.85	35,499,931.93	193,328,931.78	Refer ePEMS R&P Statement of 30 June 2021 and Annex IV
<b>Total Closing Balance:-</b>				<b>22,750,637.98</b>	<b>5,867,554.00</b>	<b>28,618,191.98</b>	<b>181,635,073.00</b>	<b>41,788,774.51</b>	<b>223,423,847.51</b>	

  
 Project Accountant  
 SASEC Project Asian Development Bank  
 PMU, DoR : Phuentsholing

  
 Project Manager  
 SASEC Project Asian Development Bank  
 G: 0400-BHU  
 PMU, DoR: Phuentsholing



**ROYAL GOVERNMENT OF BHUTAN**  
**MINISTRY OF WORKS AND HUMAN SETTLEMENT**  
**SASEC ROAD CONNECTIVITY PROJECT(RCP) GRANT 0400-BHU,DoR,Phuentsholing**  
**ASIAN DEVELOPMENT BANK(ADB)**  
**FINANCIAL YEAR 1ST JULY' 2020-30TH JUNE' 2021**

**STATEMENT OF TOTAL RELEASES RECEIVED FROM DPA, MOF TO PROJECT'S PLC A/C No.:- 206.01/2026**

*ANNEXURE - I*

Sl No	Details of Donor/RGoB Releases	Releases For the Year(Nu)			Cummulative Releases For the Project Period(Nu)		
		SASEC RCP(ADB)	RGoB	Total Releases	SASEC RCP(ADB)	RGoB	Total Releases
1	Budgetary Fund Release	19,051,884.00	8,196,956.00	27,248,840.00	409,932,287.43	98,539,743.32	<b>508,472,030.75</b>
2	Non Budgetary Fund Release(Refundable)	8,281,846.00	1,942,655.04	10,224,501.04	17,124,099.84	19,096,581.70	<b>36,220,681.54</b>
<b>TOTAL</b>		<b>27,333,730.00</b>	<b>10,139,611.04</b>	<b>37,473,341.04</b>	<b>427,056,387.27</b>	<b>117,636,325.02</b>	<b>544,692,712.29</b>

  
Project Accountant  
SASEC Project (Asian Development Bank)  
PMU, DoR, Phuentsholing

  
(Jambay Wangchuk)  
Project Manager  
SASEC Project (Asian Development Bank)  
G: 0400-BHU  
PMU, DoR, Phuentsholing





**SASEC ROAD CONNECTIVITY PROJECT(ADB)**

**PROJECT GRANT NO. BHU-0400**

**PHUENTSHOLING DOR**

**STATEMENT OF WITHDRAWAL APPLICATIONS SUBMITTED FOR DIRECT PAYMENT DURING THE FINANCIAL YEAR 2020-2021**

*Annexure-II*

SL.NO.	WITHDRAWAL APPLICATION NUMBER	Date	WITHDRAWAL APPLICATION AMOUNT in USD	WITHDRAWAL APPLICATION AMOUNT in EQUIVALENT NU	REMARKS
1	00170	27.01.21	32,291.82	2,433,189.00	
2	00175	29.03.21	10,517.17	792,469.00	
3	00177	04.05.21	14,470.70	1,090,367.00	
<b>TOTAL</b>			<b>57,279.69</b>	<b>4,316,025.00</b>	

  
 Project Accountant  
 SASEC Project Asian Development Bank  
 PMU, DoR : Phuentsholing

  
 Project Manager  
 SASEC Project Asian Development Bank  
 G: 0400-BHU  
 PMU, DoR: Phuentsholing



**ROYAL GOVERNMENT OF BHUTAN**  
**MINISTRY OF WORKS & HUMAN SETTLEMENT**  
**SASEC ROAD CONNECTIVITY PROJECT (ADB: 0400-BHU)**  
**PMU,DOR,PHUENTSHOLING**

**STATEMENT OF NGULTRUM PAYMENT UNDER DONOR FUNDED DURING THE FINANCIAL YEAR 1ST JULY' 2020-30TH JUNE' 2021**

NAME OF FIRM :- M/S EGIS INTERNATIONAL IN JV WITH EGIS INDIA CONSULTING ENGINEERS PVT. LTD & SUBCONSULTANT GYALTSHEN CONSULTANCY

NAME OF WORK :- Construction Supervision & Capacity Development for SASEC Road Connectivity Project

WORK CATEGORY :- Consultancy Services

CONTRACT NO. :- DOR/SASEC/14-15/CSC and CD

PCSS NO. :- G13368

TPN No. :- GAB00217

**BTN PAYMENT**

*Annexure - III(A)*

SL.NO.	GROSS INVOICE AMOUNT(NU)	2% TDS AMOUNT DEDUCTED (NU)	NET INVOICE AMOUNT (NU)	REMARKS	
				Disbursement vouchers	Dated
1	99,763.00	99,763.00	-	JV.6.1	28/06/2021
<b>TOTAL :-</b>	<b>99,763.00</b>	<b>99,763.00</b>	<b>-</b>		

  
 Project Accountant  
 SASEC Project Asian Development Bank  
 PMU, DoR : Phuentsholing

  
 (Jambay Wangchuk)  
 Project Manager  
 SASEC Project Asian Development Bank  
 G: 0400-BHU  
 PMU, DoR: Phuentsholing



**ROYAL GOVERNMENT OF BHUTAN**  
**MINISTRY OF WORKS & HUMAN SETTLEMENT**  
**SASEC ROAD CONNECTIVITY PROJECT (ADB: 0400-BHU)**  
**PMU,DOR,PHUENTSHOLING**

**STATEMENT OF NGULTRUM PAYMENT UNDER DONOR FUNDED DURING THE FINANCIAL YEAR 1ST JULY' 2020-30TH JUNE' 2021**

NAME OF FIRM :- M/S ERMIC IN ASSOC WITH SUB-CONSULTANT PRCS, BHU, AND ITECO, NEP

NAME OF WORK :- Detail Study and Design consultancy services at Bhawanijhora, Pasakha

WORK CATEGORY :- Consultancy Services

CONTRACT NO. :- DOR/SASEC/14-15/CSC and CD

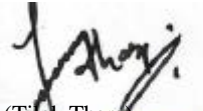
PCSS NO. :- G22695

TPN No. :- EAC00238

**BTN PAYMENT**

*Annexure - III(B)*

SL.NO.	GROSS INVOICE AMOUNT(NU)	2% TDS AMOUNT DEDUCTED (NU)	10% RETENTION AMOUNT DEDUCTED (NU)	MOBILISATION ADVANCE AMOUNT DEDUCTED (NU)	NET INVOICE AMOUNT (NU)	REMARKS	
						Disbursement vouchers	Dated
1	1,206,092.00	24,122.00	120,609.00	361,800.00	699,561.00	3.24	16/03/2021
2	37,599.00	37,599.00			-	JV.6.2	29/06/2021
<b>TOTAL :-</b>	<b>1,243,691.00</b>	<b>61,721.00</b>	<b>120,609.00</b>	<b>361,800.00</b>	<b>699,561.00</b>		

  
 (Thak Thara)  
 Project Accountant  
 SASEC Project Asian Development Bank  
 PMU, DoR : Phuentsholing



  
 (Jambay Wangchuk)  
 Project Manager  
 Project Manager  
 SASEC Project Asian Development Bank  
 G: 0400-BHU  
 PMU, DoR: Phuentsholing

**ROYAL GOVERNMENT OF BHUTAN  
MINISTRY OF WORKS & HUMAN SETTLEMENT  
DEPARTMENT OF ROADS  
SASEC ROAD CONNECTIVITY PROJECT (ADB: 0400-BHU)  
PMU,DOR,PHUENTSHOLING**

**FINANCIAL YEAR 1ST JULY' 2020-30TH JUNE' 2021  
STATEMENT OF NGULTRUM PAYMENT TO PURCHASE OF ELECTRIC VEHICLE**

NAME OF FIRM :- STATE TRADING COOPERATION OF BHUTAN

NAME OF WORK :- ECO-FRIENDLY TRANSPORTATION (HYBRID ELECTRIC VEHICLE)

CONTRACT NO. :- DoR/SASEC/2019-2020/15/HEV

TPN No. :- SAC00022

PCSS NO. :- G22464

*Annexure - III( c ) (i)*

SL.NO.	GROSS INVOICE AMOUNT	ADB FI- NANCING (81%)	RGOB FI- NANCING (19%)	Currency:Ngultrum(Nu)				Net Payment (ADB)	Net Pay- ment (RGoB)	REMARKS
				TDS (ADB)	TDS (RGOB)	Retention (ADB)	Retention (RGoB)			
1	3,561,541.00	2,884,848.00	676,693.00	-	-	-	-	2,884,848.00	676,693.00	Purchase of HEV
2	57,775.00	-	57,775.00	-	1,156	-	-	-	56,619.00	
<b>TOTAL:-</b>	<b>3,561,541.00</b>	<b>2,884,848.00</b>	<b>734,468.00</b>	<b>-</b>	<b>1,156.00</b>	<b>-</b>	<b>-</b>	<b>2,884,848.00</b>	<b>733,312.00</b>	

(Tilak Thara)  
Project Accountant  
Project Accountant  
SASEC Project Asian Development Bank  
PMU, DoR : Phuentsholing



(Jambay Wangchuk)  
Project Manager  
Project Manager  
SASEC Project Asian Development Bank  
G: 0400-BHU  
PMU, DoR: Phuentsholing

**ROYAL GOVERNMENT OF BHUTAN**  
**MINISTRY OF WORKS & HUMAN SETTLEMENT**  
**DEPARTMENT OF ROADS**  
**SASEC ROAD CONNECTIVITY PROJECT (ADB: 0400-BHU)**  
**PMU,DOR,PHUENTSHOLING**  
**FINANCIAL YEAR 1ST JULY' 2020-30TH JUNE' 2021**

**STATEMENT OF NGULTRUM PAYMENT TO PURCHASE OF BATTERY ELECTRIC VEHICLE**

NAME OF FIRM :- SAMDEN VEHICLES PVT. LTD.  
NAME OF WORK :- ECO-FRIENDLY TRANSPORTATION( BATTERY-DRIVEN ELECTRIC VEHICLE) (2 UNITS)  
CONTRACT NO. :- DoR/SASEC/2019-2020/15/HEV  
TPN No. :- SAC00255  
PCSS NO. :- G22226

*Annexure - III( c ) (ii)*

SL.NO.	GROSS INVOICE AMOUNT	ADB FINANC- ING (81%)	RGOB FINANC- ING (19%)	Currency:Ngultrum(Nu)				Net Payment (ADB)	Net Payment (RGoB)	REMARKS
				TDS (ADB)	TDS (RGOB)	Retention (ADB)	Retention (RGoB)			
1	3,579,268.00	2,898,152.00	681,116.00	-	-	-	-	2,898,152.00	681,116.00	Purchase of BEV
<b>TOTAL:-</b>	<b>3,579,268.00</b>	<b>2,898,152.00</b>	<b>681,116.00</b>	-	-	-	-	<b>2,898,152.00</b>	<b>681,116.00</b>	

  
Project Accountant  
SASEC Project Asian Development Bank  
PMU, DoR : Phuentsholing

  
Project Manager  
SASEC Project(Asian Development Bank)  
G: 0400-BHU  
PMU, DoR: Phuentsholing



**ROYAL GOVERNMENT OF BHUTAN  
MINISTRY OF WORKS & HUMAN SETTLEMENT  
DEPARTMENT OF ROADS  
SASEC ROAD CONNECTIVITY PROJECT (ADB: 0400-BHU)  
PMU,DOR,PHUENTSHOLING**

**FINANCIAL YEAR 1ST JULY' 2020-30TH JUNE' 2021  
STATEMENT OF NGULTRUM PAYMENT TO CIVIL WORKS(FORCE ACCOUNT)**

NAME OF FIRM :- Department of Roads,SASEC Project,Phuentsholing

NAME OF WORK :- Dredging work at Bhawanijora,Pasakha Access Road(FORCE ACCOUNT)

CONTRACT NO. :- DoR/SASEC/2019-2020/11/611

PCSS NO. :- G21791

**Annexure - III( D)**

SL.NO.	GROSS INVOICE AMOUNT	ADB FINANCING (81%)	RGOB FINANCING (19%)	Currency:Ngultrum(Nu)				Net Payment (ADB)	Net Payment (RGoB)	REMARKS
				TDS (ADB)	TDS (RGOB)	Retention (ADB)	Retention (RGoB)			
1	13,046,000.00	10,567,260.00	2,478,740.00	211,345.00	49,575	1,056,726	247,874	9,299,189.00	2,181,291.00	Excavation & Disposal Work
2	48,672.00	39,424.00	9,248.00	-	-	-	-	39,424.00	9,248.00	Day works,Bio Engineering Works & Miscellaneous expenses
<b>TOTAL:-</b>	<b>13,094,672.00</b>	<b>10,606,684.00</b>	<b>2,487,988.00</b>	<b>211,345.00</b>	<b>49,575.00</b>	<b>1,056,726.00</b>	<b>247,874.00</b>	<b>9,338,613.00</b>	<b>2,190,539.00</b>	

  
Project Accountant  
SASEC Project Asian Development Bank  
PMU, DoR : Phuentsholing

  
Project Manager  
SASEC Project Asian Development Bank  
G: 0400-BHU  
PMU, DoR: Phuentsholing




**ROYAL GOVERNMENT OF BHUTAN**  
**MINISTRY OF WORKS & HUMAN SETTLEMENT**  
**DOR, PHUENTSHOLING**  
**SASEC ROAD CONNECTIVITY PROJECT (ADB: 0400-BHU)**  
**FINANCIAL YEAR 1ST JULY' 2020-30TH JUNE' 2021**  
**STATEMENT OF OBA for PLC A/C No:-206.01/2026**

**ANNEXURE-IV**

SL.NO.	NAME & ADDRESS OF OBA HOLDER	ADVANCE BROUGHT FORWARD FROM PRE- VIOUS F.Y.(NU)		CURRENT ADVANCE SANCTIONED(NU)		TOTAL AD- VANCE(NU)	(PRIOR YEAR'S AD- VANCE AD- JUSTED DURING THE YEAR(NU)		CURRENT AD- VANCE ADJUST- ED(NU)		TOTAL AD- VANCE AD- JUSTED(NU)	CLOSING ADVANCE BALANCE FOR THE FISCAL YEAR	
		ADB	RGOB	ADB	RGOB		ADB	RGOB	ADB	RGOB		ADB	RGOB
Mobilization Advance													
1	GASEB-SPML & MACCAFERRI (JV)	21,431,891.98	5,126,252.00	-	-	26,558,143.98	-	-	-	-	-	21,431,891.98	5,126,252.00
2	Progressive Re- search & Consul- tancy Services	-	-	1,206,000.00	-	1,206,000.00	-	-	361,800.00	-	361,800.00	844,200.00	-
PWA: Employees/Others													
1	Tshewang	-	-	-	10,000.00	10,000.00	-	-	-	10,000.00	10,000.00		
2	Tilak Thara	-	-	-	15,000.00	15,000.00	-	-	-	15,000.00	15,000.00		
3	Tshering Penjor	-	-	-	10,000.00	10,000.00	-	-	-	10,000.00	10,000.00		
4	Tshetrim Yeshe	-	-	-	10,000.00	10,000.00	-	-	-	10,000.00	10,000.00		
	SUB TOTAL DOR	21,431,891.98	5,126,252.00	1,206,000.00	45,000.00	27,809,143.98	-	-	361,800.00	45,000.00	406,800.00	22,276,091.98	5,126,252.00

(Thak Thara)  
**Project Accountant**  
 Project Accountant  
 SASEC Project Asian Development Bank  
 PMU, DoR : Phuentsholing

  
**Project Manager**  
 SASEC Project Asian Development Bank  
 G: 0400-BHU  
 PMU, DoR: Phuentsholing



**ROYAL GOVERNMENT OF BHUTAN**  
**MINISTRY OF WORKS AND HUMAN SETTLEMENT**  
**SASEC ROAD CONNECTIVITY PROJECT(RCP) GRANT 0400-BHU**  
**ASIAN DEVELOPMENT BANK(ADB)**  
**FINANCIAL YEAR 1ST JULY' 2020-30TH JUNE' 2021**

**BUDGETARY EXPENDITURE BY CATEGORY/SUB-CATEGORY FOR PLC A/C No.:- 206.01/2026**

*ANNEXURE - V*

Expenditure Category	Expenditure For The Financial Year 2020- 2021 (Nu)			Cumulative Expenditure For The Project Period(Nu)		
	SASEC	RGoB	Total	SASEC	RGoB	Total
<b>Category 310I-Consulting Services</b>						
1. CSC (Detail Study and Design at Bhawanijhora)	1,243,691.00	-	1,243,691.00	1,243,691.00	-	1,243,691.00
2. CSC Detail Study and Design at Bhawanijhora(Direct Payment by ADB)	1,090,367.00	-	1,090,367.00	1,090,367.00	-	1,090,367.00
3. CSC (Pasakha Access Road)	99,763.00	-	99,763.00	48,103,210.38		48,103,210.38
4. CSC Pasakha Access Road (Direct Payment by ADB)	3,225,658.00	-	3,225,658.00	60,783,670.32	-	60,783,670.32
5. Design & Procurement Service of Phuentsholing to Chamkuna	-	-	-	24,523,393.88	-	24,523,393.88
6. Design & Procurement Service of Phuentsholing to Chamkuna(Direct Payment by ADB)	-	-	-	39,695,469.76	-	39,695,469.76
<b>Category 310I Total Expenditure:-</b>	<b>5,659,479.00</b>	<b>-</b>	<b>5,659,479.00</b>	<b>175,439,802.34</b>	<b>-</b>	<b>175,439,802.34</b>
<b>Category 320I-Works and Equipments</b>						
1.Improvement of Paskaha Accesss Road	-	-	-	288,311,822.23	72,054,829.52	360,366,651.750
2.Promotion of eco Friendly Transport	5,783,000.00	1,415,584.00	7,198,584.00	5,783,000.00	1,415,584.00	7,198,584.00
3.Dredging work at Bhawanijora, Pasakha Access Road	10,606,684.00	2,487,988.00	13,094,672.00	17,925,649.00	4,204,782.00	22,130,431.00
<b>Category 320I Total Expenditure:-</b>	<b>16,389,684.00</b>	<b>3,903,572.00</b>	<b>20,293,256.00</b>	<b>312,020,471.23</b>	<b>77,675,195.52</b>	<b>389,695,666.75</b>
<b>RGoB Contribution(PIU Management &amp; Operational Cost)</b>						
Budgetary Expenditure from RGoB Contribution	-	3,552,082.00	3,552,082.00	-	14,617,401.80	14,617,401.80
<b>RGoB Total Expenditure:-</b>	<b>-</b>	<b>3,552,082.00</b>	<b>3,552,082.00</b>	<b>-</b>	<b>14,617,401.80</b>	<b>14,617,401.80</b>



Expenditure Category	Expenditure For The Financial Year 2020- 2021 (Nu)			Cumulative Expenditure For The Project Period(Nu)		
	SASEC	RGoB	Total	SASEC	RGoB	Total
<i>Total</i>	22,049,163.00	7,455,654.00	29,504,817.00	487,460,273.57	92,292,597.32	579,752,870.89

  
 Project Accountant  
 SASEC Project Asian Development Bank  
 PMU, DoR : Phuentsholing

  
 Project Manager  
 SASEC Project Asian Development Bank  
 G: 0400-BHU  
 PMU, DoR: Phuentsholing

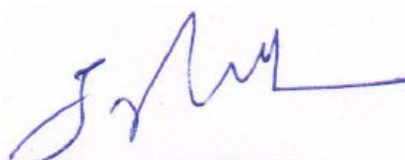


**ROYAL GOVERNMENT OF BHUTAN**  
**MINISTRY OF WORKS & HUMAN SETTLEMENT**  
**SASEC ROAD CONNECTIVITY PROJECT (ADB: 0400-BHU)**  
**PMU,DOR,PHUENTSHOLING**  
**FINANCIAL YEAR 1ST JULY' 2020-30TH JUNE' 2021**  
**STATEMENT OF 10% RETENTION MONEY REFUNDED TO CONTRACTOR**

ANNEX VI

SL.NO.	DISBURSEMENT VOUCHER No.& DATE	NAME OF THE CONTRACTOR	AMOUNT(Nu)	NAME OF THE WORK
1	DV 8.1 dated 06.08.2020	M/s Construction Development Cooperaton Limited(CDCL)	8,037,549.04	Construction of Bhalujhora Bridge
2	DV11.26 dated 30.11.2020	M/s Chimmi RD.Construction Pvt Limited	2,186,952.00	(Dredging work at Bhawanijhora,Pasakha Access Road(FORCE ACCOUNT) Excava- tion & Disposal Work
<b>TOTAL :-</b>			<b>10,224,501.04</b>	-

  
Project Accountant  
SASEC Project Asian Development Bank  
PMU, DoR : Phuentsholing

  
Project Manager  
SASEC Project(Asian Development Bank)  
G: 0400-BHU  
PMU, DoR: Phuentsholing



**SASEC ROAD CONNECTIVITY PROJECT(ADB)**

**PROJECT GRANT NO. BHU-0400**

**DoR,PHUENTSHOLING**

**STATEMENT OF WITHDRAWAL APPLICATIONS SUBMITTED FOR REPLENISHMENT DURING THE FINANCIAL YEAR 2020-21**

*Annexure-VII*

SL.NO.	WITHDRAWAL APPLICATION NUMBER	Date	WITHDRAWAL APPLICATION AMOUNT in USD	WITHDRAWAL APPLICATION AMOUNT in EQUIVALENT NU	REMARKS
1	00172	11.03.2021	566,010.43	41,915,278.54	
TOTAL			566,010.43	41,915,278.54	

  
Project Accountant  
SASEC Project Asian Development Bank  
PMU, DoR : Phuentsholing

  
Project Manager  
SASEC Project(Asian Development Bank)  
G: 0400-BHU  
PMU, DoR: Phuentsholing



**ROYAL GOVERNMENT OF BHUTAN**  
**PHUENTSHOLING THROMDE**  
**SASEC ROAD CONNECTIVITY PROJECT(RCP) GRANT 0400-BHU**  
**ASIAN DEVELOPMENT BANK(ADB)**  
**FINANCIAL YEAR 1ST JULY' 2020 - 30TH JUNE' 2021**  
**STATEMENT OF DEPOSITS & WITHDRAWALS OF FC ACCOUNT 20771**

**ANNEXURE - VIII**

Sl.No.	Narration	RMA's Reference No. & Transaction Date	WA No.	Credit	Debit	Debit Amount in Equivalent Nu		Balance
				USD	USD	Ex. Rate	NU	USD
1	Opening Balance as of 1st July' 2020			467,822.11	-	-	-	467,822.11
3	ADB Fund Deposited vide requested WA as Replenishment for PIU, PT	CAM/GV/2021/781 dt.07/07/2020		332,583.36	-	-	-	800,405.47
4	ADB Fund Deposited vide requested WA as Replenishment for PIU,PT	CAM/GV/2021/1937 dt.17/07/2020		15,800.77				816,206.24
6	ADB Fund Deposited vide requested WA as Replenishment for PIU,PT	CAM/GV/2021/2876 dated 23/07/2020		7,132.20	-	-	-	823,338.44
8	ADB Fund Deposited vide requested WA as Replenishment for PIU, PT	CAM/GV/2021/22590 dt.5/11/2020		114,775.21	-	-	-	938,113.65
10	ADB Fund Withdrawn from FC for PIU, PT	CAM/BK08/2021/27861 dated 30/11/2020		-	300,000.00	-	-	638,113.65
11	ADB Fund Withdrawn from FC for PIU, DoR	CAM/BK08/2021/48018 dated 09/03/2021		-	95,448.17	73.07	6,974,397.78	542,665.48
12	ADB Fund Deposited vide requested WA as Replenishment for PIU, PT	CAM/GV/2021/48902 dt.12/03/2021		171,245.76	-	-	-	713,911.24
13	ADB Fund Deposited vide requested WA as Replenishment for PIU, DoR	CAM/GV/2021/50605 dt.22/03/2021	00172	566,010.43	-	-	-	1,279,921.67
14	ADB Fund Deposited vide requested WA as Replenishment for PIU, PT	CAM/GV/2021/58281 dt.21/04/2021		167,376.53	-	-	-	1,447,298.20
15	ADB Fund Withdrawn from FC for PIU, PT	CAM/BK08/2021/60187dated 27/04/2021		-	500,000.00	-	-	947,298.20
16	ADB Fund Deposited vide requested WA as Replenishment for PIU, PT	CAM/GV/2021/63450 dt.12/05/2021		228,814.97	-	-	-	1,176,113.17

SL.No.	Narration	RMA's Reference No. & Transaction Date	WA No.	Credit	Debit	Debit Amount in Equivalent Nu		Balance
				USD	USD	Ex. Rate	NU	USD
	Total			2,071,561.34	895,448.17		6,974,397.78	1,176,113.17
	Closing Balance as of 30th June' 2021 :-							1,176,113.17

  
 Project Accountant  
 SASEC Project Asian Development Bank  
 PMU, DoR : Phuentsholing

  
 Project Manager  
 SASEC Project (Asian Development Bank)  
 G: 0400-BHU  
 PMU, DoR: Phuentsholing



**ROYAL GOVERNMENT OF BHUTAN**  
**MINISTRY OF WORKS & HUMAN SETTLEMENT**  
**SASEC ROAD CONNECTIVITY PROJECT(ADB: 0400-BHU)**  
**FINANCIAL YEAR 1ST JULY,2020-30TH JUNE,2021**  
**BUDGETARY VERSUS EXPENDITURE**

*Annexure IX*

Expenditure Category	Budgetary Fund Released Amount(Nu)			Expenditure For The FY 2020-2021(Nu.)			Variance %	Remarks
	ADB	RGoB	Total	ADB	RGoB	Total		
Category 3101- Consulting Services								
1.Construction Supervision & Capacity Development(Pasakha Access Road)	250,000.00	-	250,000.00	99,763.00	-	99,763.00	60%	Release was asked more than actual expenditure
2.Construction Supervision & Capacity Development(Direct payment by ADB)	-	-	-	3,225,658.00	-	3,225,658.00	100%	No release for Direct Payment
3.Detail Study and Design Consultancy Services	2,412,200.00	-	2,412,200.00	1,243,691.00	-	1,243,691.00	48%	Project progress hampered due to Covid
4.Detail Study and Design Consultancy Services(Direct Payment)	-	-	-	1,090,367.00	-	1,090,367.00		
Total released amount(DoR)	2,662,200.00	-	2,662,200.00	5,659,479.00	-	5,659,479.00	-113%	No release for Direct Payment
Category 3201-Works & Equipment's								
1.Dredging Works at Bawanijora,Pasakha Access Road	10,606,684.00	2,487,988.00	13,094,672.00	10,606,684.00	2,487,988.00	13,094,672.00	0%	
2.Promotion of Eco Friendly Transport	5,783,000.00	1,415,968.00	7,198,968.00	5,783,000.00	1,415,584.00	7,198,584.00	0.0053%	
Total released amount(DoR)	16,389,684.00	3,903,956.00	20,293,640.00	16,389,684.00	3,903,572.00	20,293,256.00	0.0019%	
Gand Total released amount(DoR)	19,051,884.00	3,903,956.00	22,955,840.00					
Category 3201 Total Expenditure(DoR)	-	-	-	22,049,163.00	3,903,572.00	25,952,735.00		
RGoB Contribution(PIU Management & Operation Cost								
2.Budgetary Expenditure from RGoB Contribution(DoR)	-	4,293,000.00	4,293,000.00	-	3,552,082.00	3,552,082.00		
Grand Total Budgetary Released(DoR)	19,051,884.00	8,196,956.00	27,248,840.00	-	-	-		
Grand Total Budgetary Expenditure(DoR)	-	-	-	22,049,163.00	7,455,654.00	29,504,817.00		

  
Project Accountant  
SASEC Project Asian Development Bank  
PMU, DoR : Phuentsholing

  
Project Manager  
SASEC Project Asian Development Bank  
G: 0400-BHU  
PMU, DoR : Phuentsholing



Reconciliation between APFS and GFIS form Grant Effectiveness till Fiscal Year.  
DoR, Phuentsholing

Annexure X

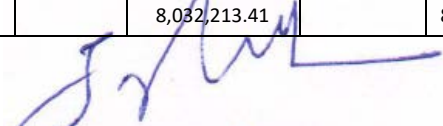
Sl. No	Withdrawal Application Nos. (WA)	Disbursement method (Reimbursement, Direct Payment, etc)	Per APFS (amount reported in the project FS as reimbursement, direct payments, etc)				Per G/LFIS (actual paid)		Difference	Reason for difference (ie. Timing, forex, pending or rejected claim)
			Date	In local currency (Nu.)	Exchange Rate	USD Equivalent (a)	Value date	In USD (b)	(a-B)	
1	WA00001	Initial advance	20.08.2015	-	66.21	700,000.00	20.08.2015	700,000.00		
2	WA00005	Direct Payment	27.11.2015	3,195,336.31	66.21	48,260.63	27.11.2015	48,260.63		
3	WA00006	Direct Payment	30.11.2015	1,064,442.94	66.21	16,076.77	30.11.2015	16,076.77		
4	WA00008	Direct Payment	20.01.2016	1,994,768.92	66.21	30,127.91	20.01.2016	30,127.91		
5	WA00009	Direct Payment	22.01.2016	1,436,930.47	66.21	21,702.62	22.01.2016	21,702.62		
6	WA00011	Direct Payment	15.03.2016	1,807,533.00	66.21	27,300.00	15.03.2016	27,300.00		
7	WA00012	Direct Payment	18.03.2016	715,036.88	66.21	10,799.53	18.03.2016	10,799.53		
8	WA00014	Direct Payment	13.04.2016	4,475,013.40	66.21	67,588.18	13.04.2016	67,588.18		
9	WA00015	Direct Payment	15.04.2016	755,244.23	66.21	11,406.80	15.04.2016	11,406.80		
10	WA00017	Direct Payment	13.04.2016	1,782,214.96	66.21	26,917.61	13.04.2016	26,917.61		
11	WA00018	Direct Payment	15.04.2016	755,244.23	66.21	11,406.80	15.04.2016	11,406.80		
12	WA00020	Direct Payment	26.05.2016	350,205.22	66.21	5,289.31	26.05.2016	5,289.31		
13	WA00021	Direct Payment	29.07.2016	1,003,399.31	66.21	15,154.80	29.07.2016	15,154.80		
14	WA00023	Replenishment	30.06.2016	26,048,157.45	66.21	513,573.70	30.06.2016	393,417.27	(120,156.43)	reconciled in WA00024
15	WA00024	Replenishment	30.06.2016	-	66.21	-	30.06.2016	120,156.43	120,156.43	reconciled in WA00023
16	WA00026	Direct Payment	22.06.2016	302,037.44	66.21	4,561.81	22.06.2016	4,561.81		
17	WA00027	Direct Payment	29.07.2016	877,834.66	67.02	13,098.10	29.07.2016	13,098.10		
18	WA00029	Direct Payment	14.07.2016	354,462.08	67.02	5,288.90	14.07.2016	5,288.90		
19	WA00030	Direct Payment	29.07.2016	1,015,645.21	67.02	15,154.36	29.07.2016	15,154.36		
20	WA00032	Direct Payment	27.07.2016	347,961.14	67.02	5,191.90	27.07.2016	5,191.90		
21	WA00033	Direct Payment	29.07.2016	1,015,645.21	67.02	15,154.36	29.07.2016	15,154.36		
22	WA00035	Direct Payment	30.08.2016	165,962.97	67.02	2,476.32	30.08.2016	2,476.32		
23	WA00036	Direct Payment	02.09.2016	91,648.51	67.02	1,367.48	02.09.2016	1,367.48		
24	WA00038	Direct Payment	6.10.2016	3,383,638.07	67.02	50,486.99	6.10.2016	50,486.99		
25	WA00039	Direct Payment	7.10.2016	404,077.65	67.02	6,029.21	7.10.2016	6,029.21		
26	WA00041	Direct Payment	25.11.2016	1,394,609.13	67.02	20,808.85	25.11.2016	20,808.85		
27	WA00042	Direct Payment	28.11.2016	720,858.41	67.02	10,755.87	28.11.2016	10,755.87		

28	WA00044	Direct Payment	6.01.2017	348,698.36	67.02	5,202.90	6.01.2017	5,202.90		
29	WA00045	Direct Payment	10.01.2017	960,030.00	67.02	14,324.53	10.01.2017	14,324.53		
30	WA00047	Direct Payment	6.02.2017	258,221.36	67.02	3,852.90	6.02.2017	3,852.90		
31	WA00048	Direct Payment	8.02.2017	703,504.25	67.02	10,496.93	8.02.2017	10,496.93		
32	WA00050	Direct Payment	10.03.2017	895,109.74	67.02	13,355.86	10.03.2017	13,355.86		
33	WA00051	Direct Payment	14.03.2017	551,846.03	67.02	8,234.05	14.03.2017	8,234.05		
34	WA00053	Direct Payment	02.05.2017	610,065.63	67.02	9,102.74	02.05.2017	9,102.74		
35	WA00054	Direct Payment	04.05.2017	304,713.80	67.02	4,546.61	04.05.2017	4,546.61		
36	WA00057	Replenishment	02.06.2017	23,145,299.11	64.16	360,743.44	02.06.2017	360,743.44		
37	WA00059	Direct Payment	30.05.2017	7,724,052.99	67.02	115,249.97	30.05.2017	115,249.97		
38	WA00060	Direct Payment	26.05.2017	10,618,493.98	67.02	158,437.69	26.05.2017	158,437.69		
39	WA00063	Direct Payment	30.06.2017	2,742,458.40	67.02	40,920.00	30.06.2017	40,920.00		
40	WA00064	Direct Payment	28.06.2017	2,243,162.75	67.02	33,470.05	28.06.2017	33,470.05		
41	WA00066	Direct Payment	08.09.2017	263,497.52	68.2	3,863.60	08.09.2017	3,863.60		
42	WA00068	Direct Payment	9.01.2018	11,243,609.54	68.2	164,862.31	9.01.2018	164,862.31		
43	WA00069	Direct Payment	10.11.2017	490,735.15	68.2	7,195.53	10.11.2017	7,195.53		
44	WA00072	Direct Payment	9.11.2017	2,441,560.00	68.2	35,800.00	9.11.2017	35,800.00		
45	WA00073	Direct Payment	14.11.2017	2,191,396.94	68.2	32,131.92	14.11.2017	32,131.92		
46	WA00078	Replenishment	02.03.2018	41,781,476.48	68.2	612,631.62	02.03.2018	612,631.62		
47	WA00081	Direct Payment	8.05.2018	123,491.10	68.2	1,810.72	8.05.2018	1,810.72		
48	WA00082	Direct Payment	01.06.2018	357,432.11	68.2	5,240.94	01.06.2018	5,240.94		
49	WA00084	Replenishment	14.06.2018	43,051,918.36	68.2	631,259.80	14.06.2018	631,259.80		
50	WA00086	Direct Payment	11.06.2018	2,056,654.89	68.2	30,156.23	11.06.2018	30,156.23		
51	WA00087	Direct Payment	30.05.2018	388,177.35	68.2	5,691.75	30.05.2018	5,691.75		
52	WA00090	Direct Payment	02.08.2018	1,405,362.42	67.51	20,817.10	02.08.2018	20,817.10		
53	WA00092	Direct Payment	27.08.2018	1,070,781.51	67.51	15,861.08	27.08.2018	15,861.08		
54	WA00093	Direct Payment	30.08.2018	1,636,837.33	67.51	24,245.85	30.08.2018	24,245.85		
55	WA00094	Direct Payment	10.09.2018	1,181,465.51	67.51	17,500.60	10.09.2018	17,500.60		
56	R0095	Replenishment	15.10.2018	41,904,020.03	67.51	620,708.34	15.10.2018	620,708.34		
57	WA00096	Direct Payment	4.10.2018	96,337.40	73.54	1,310.00	4.10.2018	1,310.00		
58	WA00097	Direct Payment	5.10.2018	247,922.46	73.54	3,371.26	5.10.2018	3,371.26		
59	WA00099	Direct Payment	23.11.2018	110,310.00	73.54	1,500.00	23.11.2018	1,500.00		
60	WA00100	Direct Payment	27.11.2018	816,174.87	73.54	11,098.38	27.11.2018	11,098.38		



61	WA00101	Direct Payment	19.15.2018	113,987.00	73.54	1,550.00	19.15.2018	1,550.00		
62	WA00102	Direct Payment	21.12.2018	813,097.22	73.54	11,056.53	21.12.2018	11,056.53		
63	WA00103	Replenishment	1.09.2019	18,347,515.06	71.07	258,161.18	1.09.2019	258,161.18		
64	WA00107	Direct Payment	22.01.2019	1,150,889.10	71.07	16,193.74	22.01.2019	16,193.74		
65	R00108	Direct Payment	29.01.2019	257,611.69	71.07	3,624.76	29.01.2019	3,624.76		
66	WA00109	Replenishment	2.06.2019	7,771,716.76	73.54	105,680.13	2.06.2019	105,680.13		
67	WA00112	Replenishment	3.11.2019	20,572,548.05	73.54	279,746.37	3.11.2019	279,746.37		
68	WA00113	Direct Payment	19.03.2019	1,152,440.44	68.75	16,762.77	19.03.2019	16,762.77		
69	WA00116	Direct Payment	19.03.2019	213,125.00	68.75	3,100.00	19.03.2019	3,100.00		
70	WA00120	Replenishment	22.04.2019	8,956,053.85	72.10	124,223.15	22.04.2019	124,223.15		
71	WA00124	Replenishment	21.05.2019	10,765,879.20	71.01	151,610.75	21.05.2019	151,610.75		
72	R0125	Replenishment	18.06.2019	9,044,265.34	69.32	130,463.94	18.06.2019	130,463.94		
73	WA00128	Replenishment	10.06.2019	17,217,923.27	70.11	245,570.57	10.06.2019	245,570.57		
74	WA00129	Direct Payment	6.06.2019	388,437.50	68.75	5,650.00	6.06.2019	5,650.00		
75	WA00130	Direct Payment	7.06.2019	2,154,913.75	68.75	31,344.20	7.06.2019	31,344.20		
76	WA00131	Replenishment	10.06.2019	7,108,579.61	68.75	103,397.53	10.06.2019	103,397.53		
77	WA00133	Direct Payment	7.06.2019	274,793.06	68.75	3,996.99	7.06.2019	3,996.99		
78	WA00134	Direct Payment	11.06.2019	1,717,651.38	68.75	24,984.02	11.06.2019	24,984.02		
79	WA00135	Replenishment	2.10.2019	28,955,080.90	69.71	415,364.86	2.10.2019	415,364.86		
80	WA00139	Direct Payment	17.10.2019	150,063.46	76.85	1,952.68	17.10.2019	1,952.68		
81	R0140	Direct Payment	19.11.2019	634,741.81	76.85	8,259.49	19.11.2019	8,259.49		
82	WA00142	Direct Payment	15.11.2019	960,610.40	76.85	12,499.81	15.11.2019	12,499.81		
83	R0143	Reimbursement	14.12.2019	35,384,844.74	69.57	508,530.95	14.12.2019	508,530.95		
84	WA00145	Direct Payment	04.12.2019	2,787,479.38	76.85	36,271.69	04.12.2019	36,271.69		
85	WA00149	Direct Payment	19.12.2019	697,207.02	76.85	9,072.31	19.12.2019	9,072.31		
86	WA00154	Direct Payment	12.02.2020	278,748.01	76.85	3,627.17	12.02.2020	3,627.17		
87	WA00158	Reimbursement	15.4.2020	8,269,878.00	68.99	119,806.02	15.04.2020	119,806.02		
88	WA00162	Reimbursement	22.06.2020	7,325,647.29	76.75	95,448.17	22.06.2020	95,448.17		
89	WA00170	Direct Payment	27.01.2021	2,433,188.64	75.35	32,291.82	27.01.2021	32,291.82		
90	WA00172	Reimbursement	11.03.2021	41,915,278.54	74.92	566,010.43	07.10.2019	566,010.43		
91	WA00175	Direct Payment	29.03.2021	792,468.76	75.35	10,517.17	29.03.2021	10,517.17		
92	WA00177	Direct Payment	04.05.2021	1,090,367.25	75.35	14,470.70	04.05.2021	14,470.70		
	Total			499,119,756.62		8,032,213.41		8,032,213.41		

  
 Project Accountant  
 SASEC Project Asian Development Bank  
 PMU, DoR : Phuentsholing

  
 Project Manager  
 SASEC Project Asian Development Bank  
 G: 0400-BHU  
 PMU, DoR: Phuentsholing



**ROYAL GOVERNMENT OF BHUTAN  
MINISTRY OF WORKS & HUMAN SETTLEMENT  
SASEC ROAD CONNECTIVITY PROJECT(ADB: 0400-  
BHU) FINANCIAL YEAR 1ST JULY,2020-30TH JUNE,2021**

**Advance Recovery**

**Annexure XI**

<i>ADVANCE RECOVERY FROM IPC</i>	<i>Opening balance</i>			<i>Recovery of Advance</i>		
	<i>ADB</i>	<i>RGoB</i>	<i>Total</i>	<i>ADB</i>	<i>RGoB</i>	<i>Total</i>
1.Mobilization advance recovery from IPC	21,431,891.98	5,126,252.00	26,558,143.98	361,800.00	-	361,800.00
2. Advance recovery from employees/others	-	45,000.00	45,000.00	-	45,000.00	45,000.00
<b>Total Advance recovery of DoR</b>	<b>21,431,891.98</b>	<b>5,171,252.00</b>	<b>26,603,143.98</b>	<b>361,800.00</b>	<b>45,000.00</b>	<b>406,800.00</b>

(Tilak Thapa)  
Project Accountant  
Project Accountant  
SASEC Project Asian Development Bank  
PMU, DoR : Phuentsholing

  
Project Manager  
SASEC Project Asian Development Bank  
G: 0400-BHU  
PMU, DoR: Phuentsholing



**Royal Monetary Authority**  
Banking Department

CURRENCY WISE GENERAL LEDGER (For the Period of 01/07/2020 - 30/06/2021)  
Currency Code:-01, US Dollar

Printed on: 18/02/2022

Account Head: 2202071, DPA 20771 FOR GRANT NO 0400 BHU SASEC ROAD CONNECTIVITY PROJECT

(Page 1 of 1)  
(Amount in: USD)

Voucher Date	Value Date	Voucher Number	Ref. No.	Particulars	Debit	Credit	Balance
Balance Brought Forward:							
07/07/2020	07/07/2020	CAM/GV/2021/781		Fund deposited for ADB grant no. 0400 BHU appl no. 00163	0.00	332,583.36	467,822.11 CR
17/07/2020	17/07/2020	CAM/GV/2021/1937		fund deposited for FC 2202071 of ADB grant no. 0400 BHU WA 00164	0.00	15,800.77	800,405.47 CR
23/07/2020	23/07/2020	CAM/GV/2021/2876		Fund deposited for FC 2202071	0.00	7,132.20	816,206.24 CR
05/11/2020	05/11/2020	CAM/GV/2021/22590		Fund deposited for FC 20771 of ADB Grant	0.00	114,775.21	823,338.44 CR
30/11/2020	30/11/2020	CAM/BK08/2021/27861		0400-BHU CONTR I 14019	0.00		938,113.65 CR
				Fund transfer to DPA from FC 20771 (FT58) @ 73.73 vide DMEA letter no.2667 dtd 31/11/2020	300,000.00	0.00	638,113.65 CR
09/03/2021	09/03/2021	CAM/BK08/2021/48018		Fund transfer to DPA vide DMEA letter no. 3141 dtd 9.3.2021	95,448.17	0.00	542,665.48 CR
12/03/2021	12/03/2021	CAM/GV/2021/48902		Fund deposited for FC 2202071	0.00	171,245.76	713,911.24 CR
22/03/2021	22/03/2021	CAM/GV/2021/50605		Fund deposited by ADB for FC A/c 2202071	0.00	566,010.43	1,279,921.67 CR
21/04/2021	21/04/2021	CAM/GV/2021/58281		Fund deposited by ADB for FC 20771	0.00	167,376.53	1,447,298.20 CR
27/04/2021	27/04/2021	CAM/BK08/2021/60187		Fund tfd to DPA vide DMEA letter no. 3284 dtd April 26, 2021	500,000.00	0.00	947,298.20 CR
12/05/2021	12/05/2021	CAM/GV/2021/63450		Fund deposited by ADB for FC 20771	0.00	228,814.97	1,176,113.17 CR



*A. Sonam Dorji*  
18/02/2022

# MINISTRY OF WORKS & HUMAN SETTLEMENT

## Receipts and Payments Statement

For A/C. No. 206.01/2026-PLC

For the Month of JUNE - 2021

No.	Group/Broad Head Of Account	Receipts		Payments		Cumulative Balance (-) Cr, (+) Dr
		For the Month (Nu.)	Annual Progressive (Nu.)	For the Month (Nu.)	Annual Progressive (Nu.)	
<b>1</b>	<b>Opening Balance :</b>					
	a. Cash	0.00	11,238.00			
	b. Bank	20,192,552.93				
<b>2</b>	<b>Releases :</b>					
	a. Budgetary	13,838,484.00	132,675,575.00			
	b. Non-Revenue	0.00	0.00			
	c. Refundable Deposits	0.00	10,224,501.04			
	d. Un-cashed Cheques					
<b>3</b>	<b>Grants in-Kind :</b>	4,316,025.00	4,316,025.00	0.00	0.00	
<b>4</b>	<b>Borrowings in-Kind :</b>	0.00	0.00	0.00	0.00	
<b>5</b>	<b>Revenue Receipts/Remittances :</b>	600,917.00	2,375,502.00	600,917.00	2,375,502.00	
<b>6</b>	<b>Other Recoveries/Remittances :</b>					
	a. GPF: Employee Contribution	13,710.00	160,881.00	13,710.00	160,881.00	
	b. Govt. Insurance Scheme	1,800.00	21,600.00	1,800.00	21,600.00	
	c. Other Insurance Premia	0.00	0.00	0.00	0.00	
	d. Loans from Fin. Instts.	0.00	0.00	0.00	0.00	
	e. Others	475.00	5,700.00	475.00	5,700.00	
<b>7</b>	<b>Personal Advances :</b>	9,000.00	30,000.00	0.00	30,000.00	0.00
<b>8</b>	<b>Miscellaneous Receipts/Payments :</b>					
	a. Non-Revenue A/C. Deposits	0.00	0.00	0.00	0.00	
	b. Refundable Deposit A/C. Deposits	0.00	0.00	2,203,267.00	9,957,445.00	

# MINISTRY OF WORKS & HUMAN SETTLEMENT

## Receipts and Payments Statement

For A/C. No. 206.01/2026-PLC

For the Month of JUNE - 2021

No.	Group/Broad Head Of Account	Receipts		Payments		Cumulative Balance (+) Cr, (-) Dr
		For the Month (Nu.)	Annual Progressive (Nu.)	For the Month (Nu.)	Annual Progressive (Nu.)	
9	c. Payments to DPA	0.00	0.00	0.00	11,238.00	
	d.Others	0.00	0.00	0.00	0.00	
	<b>Suspense :</b>					
	a. Stock	0.00	0.00	0.00	0.00	0.00
	b. Purchases	0.00	0.00	0.00	0.00	0.00
	c. PW Advances	17,422,449.00	36,239,261.00	14,637,395.00	34,034,595.00	52,438,820.98
	d. Intra-Agency Assignments	0.00	0.00	0.00	0.00	
10	e. Deposit Works	0.00	0.00	0.00	0.00	
	f. Other Deposits	2,203,267.00	9,957,445.00	0.00	10,224,501.04	-20,704,825.69
	<b>Budgetary Expenditure :</b>					
	a. Current			0.00	0.00	
	b. Capital			27,761,970.93	125,817,121.00	
11	c. Lending			0.00	0.00	
	d. Repayment			0.00	0.00	
	<b>Closing Balances :</b>					
	a. Cash			0.00	0.00	
	b. Bank			13,379,145.00	13,379,145.00	
	<b>Grand Total :</b>	<b>58,598,679.93</b>	<b>196,017,728.04</b>	<b>58,598,679.93</b>	<b>196,017,728.04</b>	

(Signature)  
Head of Finance Section

(Signature)  
Head of Office



དཔལ་ལྷན་འབྲུག་གཞུང་། ཞབས་དྲན་ལྷན་ཁག་ལམ་སེལ་ལས་ཁུངས།  
**Royal Government of Bhutan**  
**Ministry of Works & Human Settlement**  
**Department of Roads**  
**SASEC PROJECT: PHUNTSHOLING**



*“A dynamic organization constructing and maintaining safe, reliable and excellent network of climate-resilient road infrastructure.”*

## **Notes on Project Financial Statements for Fiscal Year 2020-2021**

### **1. Project Background**

The Royal Government of Bhutan (RGoB) had received a grant from the Asian Development Bank (ADB) to finance a part of the cost of South Asian Sub-regional Economic Cooperation (SASEC) Road Connectivity Project (the Project) and in particular for the improvement of Pasakha Access Road. The Department of Roads (DOR) under the Ministry of Works and Human Settlement (MoWHS), Royal Government of Bhutan is the designated authority and in-charge of implementing the project.

The objective of the proposed project is to improve the road section between Km 7-8 of Rinchending-Pasakha Highway. In the longer term, Rinchending-Pasakha Highway will be a critical link of the Southern East West Highway (SEWH). From the short term perspective, the improvement of 1.385 km section of the Rinchending-Pasakha Highway and the concrete bridges at Bhawanijhora and Bhalujhora are expected to provide an uninterrupted and direct entry/exit of vehicles to/from the Pasakha Industrial Estate to India, while Phuentsholing city, the main gateway to Bhutan will be decongested of heavy vehicles which will contribute to significant improvement in traffic safety in and around the Phuentsholing urban boundary.

#### **1.1 Project Detail:**

<b>Name</b>	South Asia Sub-Regional Economic Corporation Road Connectivity Project
<b>Project No.</b>	3922503
<b>Grant No</b>	0400-BHU
<b>Project Cost</b>	US \$ 18,960,000.00
<b>Actual Duration</b>	5 <sup>th</sup> September 2014 –31 <sup>st</sup> December 2019
<b>Revised</b>	5 <sup>th</sup> September 2014-31 <sup>st</sup> December 2022
<b>Client</b>	Department of Roads, MoWHS
<b>Supervision Consultant:</b>	Egis International in JV with Egis India and in association with Gyaltsen Consultancy, Thimphu, Bhutan

The implementation of Pasakha Access Road started in Sept. 2015, however due to delay in work progress by M/s Gaseb Construction-SPML & Maccaferri, the contract had to be terminated. After the termination of the contract, the initial single package was divided into three smaller contract packages. National Competitive Bidding method was adopted in line with the ADB guidelines and awarded to the winning contractors as detailed below:

#### **Package 1:**

<b>Contractor</b>	M/s Construction Development Corporation Ltd. (CDCL), Thimphu
<b>Contract Amount (Nu.) (Original)</b>	77,201,627.20





དཔལ་ལྷན་འབྲུག་གཞུང་། ཞབས་ཏྲོག་ལྷན་ཁག་ལམ་སེལ་ཁང་།  
**Royal Government of Bhutan**  
**Ministry of Works & Human Settlement**  
**Department of Roads**  
**SASEC PROJECT: PHUNTSHOLING**



*“A dynamic organization constructing and maintaining safe, reliable and excellent network of climate-resilient road infrastructure.”*

Revised Contract Amount (Nu)	80,401,627.20
Final Executed Amount (Nu)	
Date of contract signing	21/12/2017
Notice to Proceed	22/12/2017
Contract package	NCB/SASEC/DoR/2017-18/PAR-01
Date of start	01/01/2018
Date of completion (original)	31/03/2019
Date of completion (revised)	30/06/2019
Date of completion (actual)	30/06/2019
Contract Duration (original)	15 months
Contract Duration (revised)	18 months
Extensions of time granted	3 months
Status	Completed & audited

**Package 2:**

Contractor	M/s Bhutan Builders Pvt. Ltd., Thimphu
Contract Amount (Nu.)	99,628,321.53
Revised Contract Amount (Nu.) (Revised – after VO 01 & 02)	110,667,075.61
Final Executed value	108,238,536.41
Date of contract signing	20/02/2018
Notice to Proceed	20/02/2018
Contract package	NCB/SASEC/DoR/2017-18/PAR-02
Date of start	01/03/2018
Date of completion (original)	31/05/2019
Date of completion (revised)	05/07/2019
Date of completion (actual)	20/05/2019
Contract Duration (original)	15 months
Contract Duration (revised)	16.17 months
Extensions of time granted	1.17 months
Status	Completed & audited

**Package 3:**

Contractor	M/s Druk Chapcha Construction Pvt. Ltd. & Gyalcon Infrastructure
------------	--



དཔལ་ལྷན་འབྲུག་གཞུང་། ཞབས་ཏྲུག་ལྷན་ཁག་ལམ་སེལ་ཁུངས།  
**Royal Government of Bhutan**  
**Ministry of Works & Human Settlement**  
**Department of Roads**  
**SASEC PROJECT: PHUNTSHOLING**



*“A dynamic organization constructing and maintaining safe, reliable and excellent network of climate-resilient road infrastructure.”*

	Pvt. Ltd. JV (DCCPL & GIPL JV), Phuentsholing
<b>Contract Amount (Nu.)</b>	132, 139,443.27 (after 1% discount)
<b>Final Executed value</b>	133,358,666.07
<b>Date of contract signing</b>	21/12/2017
<b>Notice to Proceed</b>	22/12/2017
<b>Contract package</b>	NCB/SASEC/DoR/2017-18/PAR-03
<b>Date of start</b>	01/01/2018
<b>Date of completion (original)</b>	31/03/2019
<b>Date of completion (revised)</b>	24/05/2019
<b>Date of physical completion (Actual)</b>	25/03/2019
<b>Contract Duration (original)</b>	15 months
<b>Contract Duration (revised)</b>	16.80 months
<b>Extensions of time granted</b>	1.80 months
<b>Status</b>	Completed & audited

The landslide triggered at Bhawanijhora due to unprecedented heavy rainfall on monsoon period of 2019. As a result, debris flow had covered all the as-built structures on both upstream and downstream posing risk to road user and infrastructure at ALCS. To keep the traffic flow during the monsoon season and particularly in this COVID19 pandemic, the ADB has agreed to fund for dredging work through the saving of G0400. Accordingly, the dredging work was carried out during the monsoon season and the road was open throughout the raining season.

Owing to burial of the as-built structures, geotechnical studies and design of mitigation measures were proposed and awarded.

Detail study and design of mitigation measures:

<b>Consultant</b>	M/s ERM in association with M/s ITECO & M/s PRCS.
<b>Contract Amount (Nu.)</b>	BTN 12,060,918.37 & USD229,634.16
<b>Date of contract signing</b>	26/12/2020
<b>Contract package</b>	DoR/SASEC/2020-2021/14/656
<b>Contract Duration (original)</b>	9 months
<b>Status</b>	Ongoing works

#### Procurement of Vehicles

The following vehicles were procured through the fund:

<b>Supplier</b>	M/s Samden Vehicle Pvt. Ltd.
<b>Vehicle type</b>	2 nos. BEV, Nexon XZ+





དཔལ་ལྷན་འབྲུག་གཞུང་། ཞབས་དྲན་རྒྱ་ལག་ལམ་སྤྲོད་སྐྱོད་ལྷན་ཁང་།  
**Royal Government of Bhutan**  
**Ministry of Works & Human Settlement**  
**Department of Roads**  
**SASEC PROJECT: PHUNTSHOLING**



*“A dynamic organization constructing and maintaining safe, reliable and excellent network of climate-resilient road infrastructure.”*

<b>Contract Amount (Nu.)</b>	3,579,268.00
<b>Date of contract signing</b>	23/07/2020
<b>Contract package</b>	DoR/SASEC/2019-2020/15/BEV
<b>Status</b>	Completed

<b>Supplier</b>	M/s State trading Corporation of Bhutan limited
<b>Vehicle type</b>	1 no. HEV, Toyota Rava
<b>Contract Amount (Nu.)</b>	3,561,541.00
<b>Date of contract signing</b>	28/10/2020
<b>Contract package</b>	DoR/SASEC/2020-2021/15/HEV
<b>Status</b>	Completed

The percentage of share between Asian Development Bank (ADB) & Royal Government of Bhutan (RGoB) is shown below:

ADB	-	81%
RGOB	-	19%

## 1.2 Benefits:

Pasakha is an industrial area and the traffic is heavy. With the collapse of Bhalujhora Bridge due to scouring effect, the bridge has been restricted to light traffic only. The heavy vehicles are directed from the temporary by-pass road from the river bed. Monsoon is a big challenge to the Department of Road in general, particular to the Project in arranging the flow of heavy traffic from the swollen river. Majority of the industry's staff stay in Pling area and thereby the bridge is an important link.

The completion of bridge in June 2019 will relieve the Project Office in maintaining the temporary by-pass over the swollen river. There will be free movement of vehicles ferrying staff and goods and enhance the sales.

The multiple gabion check dams are aimed to control the debris flow from the soft ridge above, and would facilitate the 24 hrs movement of vehicles to the industrial park.

Ultimately this road shall be connected to Indian SASEC road thereby relieving the traffic congestion along Asian Highway 48. It will also allow ferrying of higher loads.

## **2. Project Accounting Policy**

This financial statement has been prepared as per the Public Finance Act 2007, Public Finance (Amendment) Act 2012 and the Financial Rules and Regulations 2016.



དཔལ་ལྷན་འབྲུག་གཞུང་། ཞབས་དྲོགས་རྒྱུ་ལྷན་ཁག་ལམ་སེལ་ལས་ཁུངས།  
**Royal Government of Bhutan**  
**Ministry of Works & Human Settlement**  
**Department of Roads**  
**SASEC PROJECT: PHUNTSHOLING**



*“A dynamic organization constructing and maintaining safe, reliable and excellent network of climate-resilient road infrastructure.”*

The financial statements are based on the monthly accounts of the budgetary bodies recorded in the Electronic Public Expenditure Management System (ePEMS) and information received from other relevant agencies and organizations.

Sources and uses of funds for Project Letter of Credit, budgetary expenditure by category/sub category for Project categories and advance accounts statements, statement of direct payments treated as grants in kind are developed based on cash flow basis in accordance with as following:

(a) ADB Financing:

- For international firm employed for the project, the payments are directly made to the foreign firm in their foreign accounts maintained as “Direct Payment”.
- Initial advance to the tune of 10% of the grant amount was requested and subsequently the funds has been replenished through the withdrawal application submitted along with the statement of expenditure.
- Advance account financing is recognized when the funds from the ADB is transmitted to the Foreign Currency Account opened with the Royal Monetary Authority (RMA) of Bhutan. The fund from RMA is then transferred to the unique Financial Item Code (FIC) to the Department of Public Accounts (DPA) under the Ministry of Finance (MoF), Bhutan. Upon release request by the Project Office, the fund is then transmitted to the Project Letter of Credit opening with the Bank of Bhutan. Thus the payments to the contractors, suppliers and supervision consultant are made from PLC.

(b) Government Financing

- The co-financing from the Royal Government of Bhutan is being proposed annually from 1<sup>st</sup> July 2020 – 30<sup>th</sup> June 2021 (Financial Year of Bhutan) based on the quarterly fund projections. Supplementary fund, if required towards the end of the financial year is requested with the supporting expenditures and pending bills of the contractor, consultants and suppliers.
- The direct payment made to the foreign account for the services delivered/procured is reflected as grants in kind under the Government accounting to capture actual expenditure under the project.

**Expenditures:**

The Project expenditures are recognized as such and stated in the financial statements when the payment is made to the civil contractors, suppliers and consultants. The payments are either direct paid from the ADB or from the Project Letter of Credit having fund received from the bank and royal government of Bhutan.

**Reporting currency and exchange rate methodology:**

Bhutan’s national currency is Ngultrum (Nu), and approximately the exchange rate is 1 USD = Nu. 70 (which means 1 dollar is equivalent to Ngultrum 70). The Bank transmit the fund in USD to the FC Account maintained with RMA; the fund then is transferred to DPA from RMA.



དཔལ་ལྷན་འབྲུག་གཞུང་། འབྲུག་རྒྱལ་ཁབ་  
**Royal Government of Bhutan**  
**Ministry of Works & Human Settlement**  
**Department of Roads**  
**SASEC PROJECT: PHUNTSHOLING**



*“A dynamic organization constructing and maintaining safe, reliable and excellent network of climate-resilient road infrastructure.”*

For the direct payment that the bank makes to the international account, it is reflected as grant in kind in the government account. The exchange rate used for grant in kind is that rate when the direct payment is made vide Withdrawal Application No. maintained in ADB LFGIS System.

**Project Financial Statement:**

The Project Financial Statement is being prepared by the Project Accountant of the Project Management Unit in Phuentsholing, Chukha Dzongkhag Bhutan and duly signed by the Project Manager and Project Coordinator.

The Project Financial statement is prepared based on the Public Finance Act & Financial Rules and Regulation and duly captured in the Electronic Public Expenditure Management System based on the cash flow method

The sources and uses of fund for PLC, budgetary expenditure by category/sub category of PLC, statement of total releases received from DPA, MoF to the Project PLC and direct payment treated as grant in kind are attached in the tabular form.

**Cash & cash equivalent:**

The PMU opened two bank accounts, one with RMA for foreign currency (A/c No. 20771) and Bank of Bhutan for project LC (A/c No. 500000035).

**Fixed Assets:**

The fixed assets of the project consists of office furniture, equipment and vehicles purchased for the use of PMU during the project implementation period. Fixed assets administered and maintained by the PMU and procured from the project funds are tabulated below in USD:

Items	Equipment	Furniture	Vehicles	Total
Purchase	2,500.00	1,500.00	60,000.00	64,000.00

**Statement of Expenditure (SOE): procedures**

SOE is prepared and submitted to the bank for replenishment of funds to the advance account maintained with RMA in accordance with the conditions of grant agreement and ADB guidelines. The expenditure through SOE are captured and maintained in LFis system.

**Cumulative Expenditure:**

The cumulative expenditures include direct payment, expenditure from the Project LC, expenditure from RGoB account as co-financing and exchange rates (appreciation/depreciation). The statement is shown in the financial statement.

**Annexure– A:        Profile****Department of Roads**

<b>Name of the Project</b>	<b>: SASEC Road Connectivity Project No. 39225, approved on 31 July 2014</b>
<b>Funding</b>	: ADB Special Fund Resources Grant of \$ 18.896 million (Grant No. 0400 BHU (SF))
<b>Grant Effective From</b>	: 5 <sup>th</sup> September, 2014
<b>Initial Closing Date</b>	: 31 <sup>st</sup> December, 2019
<b>Revised Closing Date</b>	: 31 <sup>st</sup> December 2021
<b>Financing Arrangement:</b>	
a) Works & Equipment (ADB Grant – 81 % & RGOB – 19 %) b) Consultancy Supervision & Capacity Development (ADB Grant - 100%) c) Operation and management (RGOB – 100 %)	
The Department of Roads (DoR) under the Ministry of Works & Human Settlement (MoWHS) is the designated authority and in-charge of implementing the following major components of the projects (Improvement of Pasakha Access Road):	
1. Pre-stressed concrete bridge at Bhalujhora, 122.85 m span 2. RCC Multi-cellular box culvert at Bhawanijhora, 50 m span 3. Gabion check dams - 56,124.19 m <sup>3</sup> 4. Formation excavation and embankment for 1.30 km 5. Pavement works (GSB, WMM, DBM, AC, 7.50 m carriageway width) 6. Dredging works on all as-built structures both upstream and downstream that were submerged under debris at Bhawanijhora during fiscal year 2019-2020 7. Procurement of Hybrid and Electric Vehicles 8. Detail Study and Design of Mitigation Measures at Bhawanijhora Landslide Area, Pasakha	

## **Annexure-B: Achievements**

The Royal Audit Authority while reviewing the accounting records and operations of the South Asia Sub Regional Economic Cooperation (SASEC) Road Connectivity Project, Regional Office, Department of Roads (DoR), Phuentsholing had also reviewed the plans and programs implemented during the period under audit and noted the following accomplishments:

### **Department of Roads (DoR), Phuentsholing**

- Dredging works on all as-built structures both upstream and downstream that were submerged under debris at Bhawanijhora had been completed and traffic resumed.
- Successfully procured one no. Hybrid vehicle and two nos. Electric vehicle.
- Successfully procured consultant for Detail study and Design of Mitigation Measures at Bhawanijhora Landslide Area.

