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महालेखापरीक्षकको कार्यालय
Office of the Auditor General

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Babar Mahal, Kathmandu, Nepal

Ref. No. - 2075/76 - 492

Date: 17 March 2019

RECEIVED
18 MAR 2019
Ref no: 858
WORLD BANK RECEPTION

INDEPENDENT AUDITOR'S REPORT

The Secretary
Ministry of Finance
Singh Durbar, Kathmandu

Report on the Financial Statements

We have audited the accompanying Project Financial Statements including the Statement Designated Account of the "Higher Education Reforms Project" financed by IDA Credit No. 5586-NEP as at 16 July 2018 (32th Ashad, 2075) and for the year then ended and a summary of accounting policies and other explanatory notes.

Management's Responsibility for Financial Statements

Management is responsible for the preparation and fair presentation of the Financial Statements in accordance with the Government of Nepal (GON) accounting policies and relevant practices. This responsibility includes: designing, implementing and maintaining internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud and error.

Auditor's Responsibility

Our responsibility is to express an opinion on these Project Financial Statements based on our audit. We conducted our audit in accordance with the INTOSAI (International Organization of Supreme Audit Institutions) Fundamental Auditing Principles. Those Principles require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements 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 entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

Management letter highlighting areas for improving financial management including compliance with financial covenant is attached herewith.

In our opinion, the Project Financial Statements including Statement of Designated Account, in all material respects, give a true and fair view of the financial position of the " Higher Education Reforms Project" 16 July 2018 (32 Ashad,2075) and of the results of its operations and its cash flows for the year then ended in accordance with GON accounting policies. We also report that funds Provided under IDA Credit No 5586-NEP(SF) have been utilized for intended purposes.

(Iswar Nepal)
Deputy Auditor General

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29 MAY 2019
Ref#: 1686
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University Grants Commission
Sanothimi, Bhaktapur

Higher Education Reforms Project
IDA Credit -5586-NEP

Audited Project Account
Revised: 2019

University Grants Commission
Higher Education Reforms Project (HERP)
IDA Credit 5586-NEP
Audited Project Account
Fiscal Year 2017/18 (2074/75)

"In Nepalese Rupees"

Resources	Note	As on July 15, 2017	July 16, 2017 to July 16, 2018	As on July 16, 2018	Application	Category	Note	As on July 15, 2017	July 16, 2017 to July 16, 2018	As on July 16, 2018
GON Fund	B	-	-	-	Eligible Expenditure Preogram: Regular	1	A1	16,617,243,263.73	6,652,391,862.26	23,269,635,125.99
					Eligible Expenditure Preogram: HERP			130,581,354.18	204,571,423.60	335,152,777.78
UGC/TU/SFAFDB Fund	B	16,617,243,263.73	6,652,391,862.26	23,269,635,125.99	Capacity Building & Project Management: UGC	2	A3	48,604,733.91	35,063,329.45	83,668,063.36
GON Reimbursable	B	405,160,532.75	(1,701,155,111.91)	(1,295,994,579.16)	Capacity Building & Project Management: SFAFDB	2	A3	22,699,133.19	13,799,706.88	36,498,840.07
IDA Credit	C	1,588,497,599.23	1,673,611,675.40	3,262,109,274.63	Capacity Building & Project Management:TU-PIO	2	A3	25,879,623.69	11,189,707.41	37,069,331.10
Outstanding Replenishment	C	23,340,868.02	27,543,436.51	50,884,304.53						
Sub Total		**18,634,242,263.73**	**6,652,391,862.26**	**25,286,634,125.99**	**Sub Total**			**16,845,008,108.70**	**6,917,016,029.60**	**23,762,024,138.30**
					DLI Expenditures not covered in EEP		A2	506,526,027.66	673,597,199.22	1,180,123,226.88
					Unspent Closing Balance			1,282,708,127.37	(938,221,366.56)	344,486,760.81
Total		**18,634,242,263.73**	**6,652,391,862.26**	**25,286,634,125.99**	**Sub Total**			**18,634,242,263.73**	**6,652,391,862.26**	**25,286,634,125.99**
								-	-	-
Designated Bank Account:										
Initial Deposit	D	103,350,000.00	-	103,350,000.00	Balance in Designated Bank Account		D	80,316,885.59	(25,888,944.67)	54,427,940.92
Exchange Gain/Loss	D	307,753.61	1,654,491.84	1,962,245.45	Outstanding Replenishment		D	23,340,868.02	27,543,436.51	50,884,304.53
Sub Total		**103,657,753.61**	**1,654,491.84**	**105,312,245.45**				**103,657,753.61**	**1,654,491.84**	**105,312,245.45**
Grand total		**18,737,900,017.34**	**6,654,046,354.10**	**25,391,946,371.44**		0	0	**18,737,900,017.34**	**6,654,046,354.10**	**25,391,946,371.44**

(==========)
Finance Controller
University Grants Commission

(==========)
Member-Secretary
University Grants Commission

Act-Officer
(==========)
Under-Secretary
Ministry of Education,

(==========)
Secretary
Ministry of Education, Science & Technology

(==========)
Financial Comptroller General
Financial Comptroller General Offi

(==========)
Deputy Auditor General
Office of the Auditor General

खगराज बराल
सचिव

University Grants Commission
Higher Education Reforms Project (HERP)
IDA Credit 5586-NEP
FY 2017/018

(B) Note to Account

"In Nepalese Rupees"

Particular	As on July 15, 2017	F.Y.2017/18	As on July 16 ,2018	Remarks
GoN Allotment	-	-	-	
GoN Reimbursement Fund	2,016,999,000.00	-	2,016,999,000.00	
Total (A)	**2,016,999,000.00**	-	**2,016,999,000.00**	
Less:			-	
IDA Reimbursement	1,565,539,280.99	1,650,270,807.38	3,215,810,088.37	
Designated Bank Account Disbursement	46,299,186.26	50,884,304.53	97,183,490.79	
Total (B)	**1,611,838,467.25**	**1,701,155,111.91**	**3,312,993,579.16**	
Balance (A-B)	**405,160,532.75**	**(1,701,155,111.91)**	**(1,295,994,579.16)**	
Less: GoN Fund	-	-	-	
Sub total	-	-	-	
Reimbursable amount	405,160,532.75	(1,701,155,111.91)	(1,295,994,579.16)	
Less: Unspent Reimbursable Amount Balance	-	-	-	
Less: Unspent GON Amount Balance	-	-	-	
Net GoN Reimbursable Fund	405,160,532.75	(1,701,155,111.91)	(1,295,994,579.16)	
Previous Year		-		
This Year	405,160,532.75	(1,701,155,111.91)	(1,295,994,579.16)	
Total	**405,160,532.75**	**(1,701,155,111.91)**	**(1,295,994,579.16)**	

(==========)
Finance Controller
University Grants Commission

(==========)
Member-Secretary
University Grants Commission

University Grants Commission
Higher Education Reforms Project (HERP)
IDA Credit 5586-NEP
July 16 ,2018

(C) Note to Account

Particular	Category	As on July 15, 2017			F.Y.2017/18 Reporting Year			As on July 16, 2018		
		NPR	USD	SDR	NPR	USD	SDR	NPR	USD	SDR
Replenishment										
Eligible Expenditure Program	1	-	-	-	-	-	-	-	-	-
Capacity Development & Proje	2	22,958,318.24	216,242.49	156,291.80	23,340,868.02	219,163.08	154,242.44	46,299,186.26	435,405.57	310,534.24
Sub Total		**22,958,318.24**	**216,242.49**	**156,291.80**	**23,340,868.02**	**219,163.08**	**154,242.44**	**46,299,186.26**	**435,405.57**	**310,534.24**
Reimbursement										
Eligible Expenditure Program	1	1,565,539,280.99	14,955,310.80	10,800,841.57	1,650,270,807.38	15,604,749.09	11,056,039.05	3,215,810,088.37	30,560,059.89	21,856,880.62
Capacity Development & Proje	2	-	-	-	-	-	-	-	-	-
Sub Total		**1,565,539,280.99**	**14,955,310.80**	**10,800,841.57**	**1,650,270,807.38**	**15,604,749.09**	**11,056,039.05**	**3,215,810,088.37**	**30,560,059.89**	**21,856,880.62**
Total of Replishnment and Reimburseme		**1,588,497,599.23**	**15,171,553.29**	**10,957,133.37**	**1,673,611,675.40**	**15,823,912.17**	**11,210,281.49**	**3,262,109,274.63**	**30,995,465.46**	**22,167,414.86**
Designated Bank Account Initial Deposit		103,350,000.00	1,000,000.00	707,739.13	-	-	-	103,350,000.00	1,000,000.00	707,739.13
Grand total		**1,691,847,599.23**	**16,171,553.29**	**11,664,872.50**	**1,673,611,675.40**	**15,823,912.17**	**11,210,281.49**	**3,365,459,274.63**	**31,995,465.46**	**22,875,153.99**

(==========)
Finance Controller
University Grants Commission

(==========)
Member-Secretary
University Grants Commission

University Grants Commission
Higher Education Reforms Project (IDA Grant Credit 5586-NEP)
Fiscal Year : 2074/75 (2017/18)
Memorandum Statement of Designated Bank Account

(D) Note to Account

Description	As on July 15, 2017		FY 2017/18		As on July 16, 2018		Remarks
	NPR	US$	NPR	US$	NPR	US$	
a) Bank Balance as per Bank Statementas at July 15	80,316,885.59	780,836.92	54,427,940.92	497,786.18	54,427,940.92	497,786.18	
Sub Total	80,316,885.59	780,836.92	54,427,940.92	497,786.18	54,427,940.92	497,786.18	
b) Outstanding Replenishment as at Juny 15	-	-	-	-	-	-	
Fund Transfer	-	-	23,340,868.02	219,163.08	23,340,868.02	219,163.08	
Direct Payment	-	-	-	-	-	-	
Sub Total	-	-	23,340,868.02	219,163.08	23,340,868.02	219,163.08	
c) Disbursement During the year	-	-	-	-	-	-	
Fund Transfer	46,299,186.26	435,405.57	50,884,304.53	502,213.82	97,183,490.79	937,619.39	
Direct Payment	-	-	-	-	-	-	
Sub Total	46,299,186.26	435,405.57	50,884,304.53	502,213.82	97,183,490.79	937,619.39	
d) Replenishment During the year	-	-	-	-	-	-	
Fund Transfer	22,958,318.24	216,242.49	23,340,868.02	219,163.08	46,299,186.26	435,405.57	
Direct Payment	-	-	-	-	-	-	
Recovery	-	-	-	-	-	-	
Sub Total	22,958,318.24	216,242.49	23,340,868.02	219,163.08	46,299,186.26	435,405.57	
e) Outstanding Replenishment					-	-	
Fund Transfer	23,340,868.02	219,163.08	50,884,304.53	502,213.82	50,884,304.53	502,213.82	
Direct Payment	-	-	-	-	-	-	
Sub Total	23,340,868.02	219,163.08	50,884,304.53	502,213.82	50,884,304.53	502,213.82	
Total (a+e)	103,657,753.61	1,000,000.00	105,312,245.45	1,000,000.00	105,312,245.45	1,000,000.00	
f) Exchange Gain(Loss)	307,753.61	-	1,962,245.45	-	1,962,245.45	-	
g) Designated Bank Account Initial Deposit	103,350,000.00	1,000,000.00	103,350,000.00	1,000,000.00	103,350,000.00	1,000,000.00	0

(==========)
Finance Controller
University Grants Commission

(==========)
Member-Secretary
University Grants Commission

Higher Education Reforms Project (HERP)
IDA Credit 5586-NEP
Statement of Disbursement
As on July 16, 2018

(E) Note to Account

NPR

Particulars	Withdraw App No	Transaction No.	Value Date	Category				
				1 Reform : EEP	2 Capacity Development & Project Management	Total	Advance	Total
1	2	3	4	5	9	13	14	14
Cummulative as of FY 2014/15				-	-	-	-	-
Reimbursement								
Replinishment								
FY 2015/16				-	-	-	-	-
Advance to PM	UGC -01	0002	10/16/2015	-	-	-	103,350,000.00	103,350,000.00
Reimbursement				1,067,313,033.30	-	1,067,313,033.30	-	1,067,313,033.30
	UGC-02	0001	10/27/2015	627,155,101.35	-	627,155,101.35		627,155,101.35
	UGC-04	0003	6/30/2016	440,157,931.95	-	440,157,931.95		440,157,931.95
Replinishment				-				-
	UGC -03	0002	7/14/2016	-	17,236,345.14	17,236,345.14		17,236,345.14
Sub total of FY 2015/16				**1,067,313,033.30**	**17,236,345.14**	**1,084,549,378.44**	**103,350,000.00**	**1,187,899,378.44**
Cumulative as of FY 2015/16				**1,067,313,033.30**	**17,236,345.14**	**1,084,549,378.44**	**103,350,000.00**	**1,187,899,378.44**
Reimbursement				1,067,313,033.30	-	1,067,313,033.30	-	1,067,313,033.30
Replinishment				-	17,236,345.14	17,236,345.14	-	17,236,345.14
FY 2016/017								-
Reimbursement	UGC-05	0006	4/12/2017	498,226,247.69	-	498,226,247.69		498,226,247.69
Replinishment	UGC-06	0005	4/18/2017		5,721,973.10	5,721,973.10		5,721,973.10
Sub Total of FY 2016/017				**498,226,247.69**	**5,721,973.10**	**503,948,220.79**	**-**	**503,948,220.79**
Cumulative as of FY 2016/17				**1,565,539,280.99**	**22,958,318.24**	**1,588,497,599.23**	**103,350,000.00**	**1,691,847,599.23**
Reimbursement				1,565,539,280.99	-	1,565,539,280.99	-	1,565,539,280.99
Replinishment				-	22,958,318.24	22,958,318.24	-	22,958,318.24
FY 2017/018								-
Reimbursement	UGC-08		8/28/2017	732,296,421.39	-	732,296,421.39		732,296,421.39
Reimbursement	UGC-09		6/26/2018	917,974,385.99		917,974,385.99		917,974,385.99
Replinishment	UGC-07		9/6/2017	-	23,340,868.02	23,340,868.02		23,340,868.02
Sub Total of FY 2016/017				**1,650,270,807.38**	**23,340,868.02**	**1,673,611,675.40**	**-**	**1,673,611,675.40**
Cumulative as of FY 2016/17				**3,215,810,088.37**	**46,299,186.26**	**3,262,109,274.63**	**103,350,000.00**	**3,365,459,274.63**
Reimbursement				3,215,810,088.37	-	3,215,810,088.37	-	3,215,810,088.37
Replinishment				-	46,299,186.26	46,299,186.26		46,299,186.26

USD

Particulars	Withdraw App No	Transaction No.	Value Date	Category				
				1 Reform : EEP	2 Capacity Development & Project Management	Total	Advance	Total
1	2	3	4	5	9	13	14	14
Cummulative as of FY 2014/15				-	-	-	-	-
Reimbursement								
Replinishment								
FY 2015/16				-	-	-	-	-
Advance to PM	UGC -01	0002	10/16/2015	-	-	-	1,000,000.00	1,000,000.00
Reimbursement				10,113,461.94	-	10,113,461.94	-	10,113,461.94
	UGC-02	0001	10/27/2015	6,055,958.88	-	6,055,958.88		6,055,958.88
	UGC-04	0003	6/30/2016	4,057,503.06	-	4,057,503.06		4,057,503.06
Replinishment				-	162,515.04	162,515.04		162,515.04
	UGC -03	0002	7/14/2016	-	162,515.04	162,515.04		162,515.04
Sub total of FY 2015/16				**10,113,461.94**	**162,515.04**	**10,275,976.98**	**1,000,000.00**	**11,275,976.98**
Cumulative as of FY 2015/16				**10,113,461.94**	**162,515.04**	**10,275,976.98**	**1,000,000.00**	**11,275,976.98**
Reimbursement				10,113,461.94	-	10,113,461.94	-	10,113,461.94
Replinishment				-	162,515.04	162,515.04	-	162,515.04
FY 2016/017								-
Reimbursement	UGC-05	0006	4/12/2017	4,841,848.86	-	4,841,848.86		4,841,848.86
Replinishment	UGC-06	0005	4/18/2017		53,727.45	53,727.45		53,727.45
Sub Total of FY 2016/017				**4,841,848.86**	**53,727.45**	**4,895,576.31**	-	**4,895,576.31**
Cumulative as of FY 2016/17				**14,955,310.80**	**216,242.49**	**15,171,553.29**	**1,000,000.00**	**16,171,553.29**
Reimbursement				14,955,310.80	-	14,955,310.80	-	14,955,310.80
Replinishment				-	216,242.49	216,242.49	-	216,242.49
FY 2017/018								-
Reimbursement	UGC-08		8/28/2017	7,159,722.54	-	7,159,722.54		7,159,722.54
Reimbursement	UGC-09		6/26/2018	8,445,026.55		8,445,026.55		8,445,026.55
Replinishment	UGC-07		9/6/2017	-	219,163.08	219,163.08		219,163.08
Sub Total of FY 2016/017				**15,604,749.09**	**219,163.08**	**15,823,912.17**	-	**15,823,912.17**
Cumulative as of FY 2016/17				**30,560,059.89**	**435,405.57**	**30,995,465.46**	**1,000,000.00**	**31,995,465.46**
Reimbursement				30,560,059.89	-	30,560,059.89	-	30,560,059.89
Replinishment				-	651,648.06	651,648.06		651,648.06

SDR

Particulars	Withdraw App No	Transaction No.	Value Date	1 Reform : EEP	2 Capacity Development & Project Management	Total	Advance	Total
				1 Reform : EEP	2 Capacity Development & Project Management	Total	Advance	Total
1	2	3	4	5	9	13	14	14
Cummulative as of FY 2014/15				-	-	-	-	-
Reimbursement								
Replinishment								
FY 2015/16				-	-	-	-	-
Advance to PM	UGC -01	0002	10/16/2015	-	-	-	707,739.13	707,739.13
Reimbursement				7,230,077.57	-	7,230,077.57	-	7,230,077.57
	UGC-02	0001	10/27/2015	4,329,457.73	-	4,329,457.73		4,329,457.73
	UGC-04	0003	6/30/2016	2,900,619.84	-	2,900,619.84		2,900,619.84
Replinishment				-	-	116,814.77		116,814.77
	UGC -03	0002	7/14/2016	-	116,814.77	116,814.77		116,814.77
Sub total of FY 2015/16				**7,230,077.57**	**116,814.77**	**7,346,892.34**	**707,739.13**	**8,054,631.47**
Cumulative as of FY 2015/16				**7,230,077.57**	**116,814.77**	**7,346,892.34**	**707,739.13**	**8,054,631.47**
Reimbursement				7,230,077.57	-	7,230,077.57	-	7,230,077.57
Replinishment				-	116,814.77	116,814.77	-	116,814.77
FY 2016/017								-
Reimbursement	UGC-05	0006	4/12/2017	3,570,764.00	-	3,570,764.00		3,570,764.00
Replinishment	UGC-06	0005	4/18/2017		39,477.03	39,477.03		39,477.03
Sub Total of FY 2016/017				**3,570,764.00**	**39,477.03**	**3,610,241.03**	**-**	**3,610,241.03**
Cumulative as of FY 2016/17				**10,800,841.57**	**156,291.80**	**10,957,133.37**	**707,739.13**	**11,664,872.50**
Reimbursement				10,800,841.57		10,800,841.57	-	10,800,841.57
Replinishment				-	156,291.80	156,291.80	-	156,291.80
FY 2017/018								-
Reimbursement	UGC-08		8/28/2017	5,050,558.72	-	5,050,558.72		5,050,558.72
Reimbursement	UGC-09		6/26/2018	5,985,644.81		5,985,644.81		5,985,644.81
Replinishment	UGC-07		9/6/2017	-	154,242.44	154,242.44		154,242.44
Sub Total of FY 2016/017				**11,036,203.53**	**154,242.44**	**11,190,445.97**	**-**	**11,190,445.97**
Cumulative as of FY 2016/17				**21,837,045.10**	**310,534.24**	**22,147,579.34**	**707,739.13**	**22,855,318.47**
Reimbursement				21,837,045.10	-	21,837,045.10	-	21,837,045.10
Replinishment				-	310,534.24	310,534.24		310,534.24

(==========)
Finance Controller
University Grants Commission

(==========)
Member-Secretary
University Grants Commission

University Grants Commission
Higher Education Reforms Project (HERP)
IDA Credit 5586-NEP

Fiscal Year 2017/18 (2074/75)
(A1) Note to Account

"In Nepalese Rupees"

Accounting policy: The project has maintained the books of accounts as per the existing UGC accounting system i.e. cash basis. In the UGC accouting sy

IDA Categories		Line Items		As on July 15, ,2017				F.Y.2017/18				As on July 16, ,2018			
		Items		UGC	SFAFDB	TU-PIO	Sub Total	UGC	SFAFDB	TU-PIO	Sub Total	UGC	SFAFDB	TU-PIO	Sub Total
		B.H No.	Items												
1.00	Reform	3.03	Salaries and allowances of	-	-	-	-	-	-	-	-	-	-	-	-
1.00	Reform	3.03	Salaries and allowances of	31,398,581.89	-	16,545,298,449.21	16,576,697,031.10	19,750,899.75	-	6,595,709,466.23	6,615,460,365.98	51,149,481.64	-	23,141,007,915.44	23,192,157,397.08
1.00	Reform	3.03	Scholarships to students fi	-	113,624,000.00	-	113,624,000.00	-	161,896,000.00	-	161,896,000.00	-	275,520,000.00	-	275,520,000.00
1.00	Reform	3.03	Scholarships to students fi	10,193,800.00	-	-	10,193,800.00	6,422,100.00	-	-	6,422,100.00	16,615,900.00	-	-	16,615,900.00
1.00	Reform	3.03	Research ,development ar	16,957,354.18	-	-	16,957,354.18	42,675,423.60	-	-	42,675,423.60	59,632,777.78	-	-	59,632,777.78
1.00	Reform	3.03	Research ,development ar	30,352,432.63	-	-	30,352,432.63	30,509,396.28	-	-	30,509,396.28	60,861,828.91	-	-	60,861,828.91
			Total	88,902,168.70	113,624,000.00	16,545,298,449.21	16,747,824,617.91	99,357,819.63	161,896,000.00	6,595,709,466.23	6,856,963,285.86	188,259,988.33	275,520,000.00	23,141,007,915.44	23,604,787,903.77

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Member-Secretary
University Grants Commission

University Grants Commission
Higher Education Reforms Project (IDA Grant Credit 5586-NEP)
Fiscal Year : 2074/75 (2017/18)
Expenditure on DLI Linked Indicators

(A2) Note to Account

Accounting policy: The project has maintained the books of accounts as per the existing UGC accounting system i.e. cash basis. In the UGC accouting system, all

Budget Head	Description	ExpenditureUpto FY 2016/17				Expenditure in FY 2017/18				ExpenditureUpto FY 2017/18			
		UGC	SFAFDB	TU-PIO	Total	UGC	SFAFDB	TU-PIO	Total	UGC	SFAFDB	TU-PIO	Total
3.03	DLI 1-7 Reform Grant	209,859,696.69	-	296,666,330.97	506,526,027.66	360,019,195.67	-	313,578,003.55	673,597,199.22	569,878,892.36	-	610,244,334.52	1,180,123,226.88
Total		209,859,696.69	-	296,666,330.97	506,526,027.66	360,019,195.67	-	313,578,003.55	673,597,199.22	569,878,892.36	-	610,244,334.52	1,180,123,226.88

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University Grants Commission
Higher Education Reforms Project (HERP)
IDA Credit 5586-NEP

Statement of Expenditures (SoE) of Capacity Building & Project Management
As on July 16, 2018
(A.3) Note to Account

Accounting policy: The project has maintained the books of accounts as per the existing UGC accounting system i.e. cash basis. In the UGC acco

IDA Categories		Line Items		As on July 15, ,2017				F.Y.2017/18				As on July 16, ,2018			
		Items													
		B.H No.	Items	UGC	SFAFDB	TU-PIO	Sub Total	UGC	SFAFDB	TU-PIO	Sub Total	UGC	SFAFDB	TU-PIO	Sub Total
2	Goods	6.01	Furniture	268,473.31	441,950.65	623,680.90	1,334,104.86	282,500.00	-	238,997.00	521,497.00	550,973.31	441,950.65	862,677.90	1,855,601.86
		6.02	Vehicle	7,216,800.00	-	-	7,216,800.00	-	3,842,242.50	-	3,842,242.50	7,216,800.00	3,842,242.50	-	11,059,042.50
		6.03	Machinery and Equipment	769,425.00	542,876.00	864,354.00	2,176,655.00	52,100.00	133,905.00	97,745.00	283,750.00	821,525.00	676,781.00	962,099.00	2,460,405.00
		6.04	Building & Other Constructio	864,876.00	-	15,840.00	880,716.00	-	-	-	-	864,876.00	-	15,840.00	880,716.00
		6.06	Technical Consultancy Service	-	-	-	-	-	-	-	-	-	-	-	-
	Sub Total			**9,119,574.31**	**984,826.65**	**1,503,874.90**	**11,608,275.86**	**334,600.00**	**3,976,147.50**	**336,742.00**	**4,647,489.50**	**9,454,174.31**	**4,960,974.15**	**1,840,616.90**	**16,255,765.36**
2	Services	2.07	Consultancy Service	10,055,488.76	2,295,159.00	855,829.00	13,206,476.76	12,563,032.05	1,617,194.00	76,995.00	14,257,221.05	22,618,520.81	3,912,353.00	932,824.00	27,463,697.81
	Sub Total			10,055,488.76	2,295,159.00	855,829.00	13,206,476.76	12,563,032.05	1,617,194.00	76,995.00	14,257,221.05	22,618,520.81	3,912,353.00	932,824.00	27,463,697.81
2	Training and Study Tours	1.08	Training Expenses	56,648.00	49,999.25	32,810.00	139,457.25	-	-	1,086,950.67	1,086,950.67	56,648.00	49,999.25	1,119,760.67	1,226,407.92
		4.03	Books	-	-	3,500.00	3,500.00	-	-	-	-	-	-	3,500.00	3,500.00
		4.04	Programme Expenses	970,270.10	2,746,331.50	2,098,709.62	5,815,311.22	1,096,587.00	1,395,719.80	-	2,492,306.80	2,066,857.10	4,142,051.30	2,098,709.62	8,307,618.02
		4.05	Programme Travel Expenses	4,225,462.79	1,257,425.00	1,174,055.00	6,656,942.79	4,917,199.69	556,756.00	741,285.00	6,215,240.69	9,142,662.48	1,814,181.00	1,915,340.00	12,872,183.48
	Sub Total			**5,252,380.89**	**4,053,755.75**	**3,309,074.62**	**12,615,211.26**	**6,013,786.69**	**1,952,475.80**	**1,828,235.67**	**9,794,498.16**	**11,266,167.58**	**6,006,231.55**	**5,137,310.29**	**22,409,709.42**
2	Incremental Operationg C	1.01	Salary	12,137,439.07	6,534,671.23	12,612,618.59	31,284,728.89	4,729,444.98	2,987,911.00	5,725,690.30	13,443,046.28	16,866,884.05	9,522,582.23	18,338,308.89	44,727,775.17
		1.02	Allowance	4,464,934.19	3,735,281.45	3,455,896.09	11,656,111.73	5,604,252.70	1,320,114.00	1,543,796.00	8,468,162.70	10,069,186.89	5,055,395.45	4,999,692.09	20,124,274.43
		1.03	Dress Allowances	15,000.00	-	-	15,000.00	105,000.00	-	-	105,000.00	120,000.00	-	-	120,000.00
		1.04	Medical Allowances	-	-	-	-	884,076.00	-	-	884,076.00	884,076.00	-	-	884,076.00
		2.01	Water and Electricity	232,360.92	62,764.32	-	295,125.24	125,317.09	35,271.00	-	160,588.09	357,678.01	98,035.32	-	455,713.33
		2.02	Communication Expenses	329,872.04	565,658.70	360,339.56	1,255,870.30	151,202.73	184,801.50	136,539.51	472,543.74	481,074.77	750,460.20	496,879.07	1,728,414.04
		2.03	Office Expenses	3,333,289.05	1,176,574.34	296,999.40	4,806,862.79	2,010,469.70	558,790.11	121,320.00	2,690,579.81	5,343,758.75	1,735,364.45	418,319.40	7,497,442.60
		2.04	Rent	-	2,306,134.00	-	2,306,134.00	-	816,200.00	-	816,200.00	-	3,122,334.00	-	3,122,334.00
		2.05	Repair and Maintenance	1,297,746.18	394,584.51	424,434.49	2,116,765.18	856,731.73	69,213.86	191,186.55	1,117,132.14	2,154,477.91	463,798.37	615,621.04	3,233,897.32
		2.06	Fuel	1,218,606.05	235,891.26	868,003.13	2,322,500.44	802,448.59	125,655.00	332,168.38	1,260,271.97	2,021,054.64	361,546.26	1,200,171.51	3,582,772.41
		2.08	Misc Expenses	1,148,042.45	353,831.98	2,192,553.91	3,694,428.34	882,967.19	155,933.11	897,034.00	1,935,934.30	2,031,009.64	509,765.09	3,089,587.91	5,630,362.64
	Sub Total			**24,177,289.95**	**15,365,391.79**	**20,210,845.17**	**59,753,526.91**	**16,151,910.71**	**6,253,889.58**	**8,947,734.74**	**31,353,535.03**	**40,329,200.66**	**21,619,281.37**	**29,158,579.91**	**91,107,061.94**
	Grand Total			**48,604,733.91**	**22,699,133.19**	**25,879,623.69**	**97,183,490.79**	**35,063,329.45**	**13,799,706.88**	**11,189,707.41**	**60,052,743.74**	**83,668,063.36**	**36,498,840.07**	**37,069,331.10**	**157,236,234.53**

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Ministry of Education

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Member-Secretary
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Financial Comptroller General Office

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Deputy Auditor General
Office of the Auditor General

University Grants Commission
Higher Educatuion Reform Project
Sanothimi, Bahktapur

Designated Bank Account Register

Date	Reference No.	Initial Deposit/ Replishment	UGC Account					Nepal Rastra Bank AC in USD					Exchange Gain (Loss)		
			Amount in NRS	Exchange rate	US $	Balance in NRS	Balance $	Date	Exchange rate	Receipt (Cr.) / Payment (Dr.)	Balance in $	Balance in NRS	Adjustment	Reimbursement/Replineshment	Accumulated Gain (Loss)
10/16/2015	UGC 001	Initial Deposit	103,500,000.00	103.50	1,000,000.00	103,500,000.00	1,000,000.00	42,293.00	103.35	-	1,000,000.00	103,350,000.00	-	-	-
4/10/2016		Transfer	(17,236,345.14)	106.06	(162,515.04)	86,263,654.86	837,484.96	42,470.00	106.06	(162,515.04)	837,484.96	86,113,654.86	-	-	-
7/14/2016	UGC 003	Replishment	17,408,611.08	107.12	162,515.04	103,672,265.94	1,000,000.00	42,565.00	107.12	162,515.04	1,000,000.00	103,522,265.94	-	172,265.94	172,265.94
7/15/2016		Gain	3,057,734.06	106.73	-	106,730,000.00	1,000,000.00	42,567.00	106.73	-	1,000,000.00	106,730,000.00	3,207,734.06	-	3,207,734.06
			106,730,000.00		1,000,000.00	106,730,000.00	1,000,000.00		-	-	1,000,000.00	106,730,000.00	3,207,734.06	172,265.94	3,380,000.00
11/8/2016		Transfer	(29,062,841.12)	106.50	(272,890.53)	77,667,158.88	727,109.47	42,682.00	106.50	(272,890.53)	727,109.47	77,667,158.88	-	-	-
4/18/2017	UGC 05	Replishment	5,525,330.96	102.84	53,727.45	83,192,489.84	780,836.92	42,843.00	102.84	53,727.45	780,836.92	83,192,489.84	-	(196,642.14)	(196,642.14)
7/15/2016		Loss	(2,875,604.25)	102.86	-	80,316,885.59	780,836.92	42,931.00	102.86	-	780,836.92	80,316,885.59	(2,875,604.25)	-	(2,875,604.25)
			80,316,885.59		780,836.92	80,316,885.59	780,836.92		-	(219,163.08)	780,836.92	80,316,885.59	332,129.81	(24,376.20)	307,753.61
9/6/2017	UGC 007	Replishment	22,420,383.08	102.30	219,163.08	102,737,268.67	1,000,000.00	42,984.00	102.30	219,163.08	1,000,000.00	102,737,268.67		(920,484.94)	(920,484.94)
11/16/2017		Gain	1,302,731.33	104.04		104,040,000.00	1,000,000.00		104.04		1,000,000.00	104,040,000.00	1,302,731.33		1,302,731.33
1/9/2018		Transfer	(50,884,304.53)	101.32	(502,213.82)	53,155,695.47	497,786.18	43,056.00	101.32	(502,213.82)	497,786.18	53,155,695.47			
3/14/2018		Gain	(1,619,892.25)	103.53		51,535,803.22	497,786.18		103.53		497,786.18	51,535,803.22	(1,619,892.25)		(1,619,892.25)
7/16/2018		Gain	2,892,137.70	109.34		54,427,940.92	497,786.18		109.34		497,786.180	54,427,940.92	2,892,137.70		2,892,137.70
			54,427,940.92	109.34	497,786.18	54,427,940.92	497,786.18			(502,213.82)	497,786.18	54,427,940.92	2,907,106.59	(944,861.14)	1,962,245.45
												51,535,803.53			

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University Grants Commission
Higher Education Reforms Project (IDA Grant Credit 5586-NEP)
Fiscal Year : 2074/75 (2017/18)
Expenditure on DLI Linked Indicators (HERP SOEs)
As on July 16, 2018

udget Hea	Description	Cumulative Expenditure as of Last Year 2073/074				Expenditure in FY 2017/18				Comulative Expenditure in FY 2017/18			
		UGC	SFAFDB	TU-PIO	Total	UGC	SFAFDB	TU-PIO	Total	UGC	SFAFDB	TU-PIO	Total
3.03	DLI 1-7 Reforms	209,859,696.69	-	296,666,330.97	506,526,027.66	360,019,195.67	-	313,578,003.55	673,597,199.22	569,878,892.36	-	610,244,334.52	1,180,123,226.88
	Total	**209,859,696.69**	**-**	**296,666,330.97**	**506,526,027.66**	**360,019,195.67**	**-**	**313,578,003.55**	**673,597,199.22**	**569,878,892.36**	**-**	**610,244,334.52**	**1,180,123,226.88**

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University Grants Commission
Higher Education Reforms Project (IDA Grant Credit 5586-NEP)
Fiscal Year : 2074/75 (2017/18)

Statement of Expenditures (SoE) of EEP
As on July 16, 2018

IDA Categories		Line Items		As on July 15, ,2017				F.Y.2017/18				As on July 16, 2018			
		Items		UGC	SFAFDB	TU-PIO	Sub Total	UGC	SFAFDB	TU-PIO	Sub Total	UGC	SFAFDB	TU-PIO	Sub Total
		B.H No.	Items												
1	Reform	3.03	Salaries and allowances of faculty and staff funded under the budget heads 3501393 and TU's budget heads 001 (ka) , 001 (kha) ,002,003 and 003 (ka): HERP	-	-	-	-	-	-	-	-	-	-	-	-
1	Reform	3.03	Scholarships to students funded underthe budget head 350139: HERP	-	113,624,000.00	-	113,624,000.00	-	161,896,000.00	-	161,896,000.00	-	275,520,000.00	-	275,520,000.00
1	Reform	3.03	Research ,development and innovation grants to individual faculty members and students under the budget head 350139: HERP	16,957,354.18	-	-	16,957,354.18	42,675,423.60	-	-	42,675,423.60	59,632,777.78	-	-	59,632,777.78
			Total	16,957,354.18	113,624,000.00	-	130,581,354.18	42,675,423.60	161,896,000.00	-	204,571,423.60	59,632,777.78	275,520,000.00	-	335,152,777.78

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University Grants Commission
Higher Education Reforms Project (IDA Grant Credit 5586-NEP)
Fiscal Year : 2074/75 (2017/18)

Statement of Expenditures (SoE) of EEP
As on July 16, 2018

IDA Categories		Line Items		As on July 15, ,2017				F.Y.2017/18				As on July 16, 2018			
		Items		UGC	SFAFDB	TU-PIO	Sub Total	UGC	SFAFDB	TU-PIO	Sub Total	UGC	SFAFDB	TU-PIO	Sub Total
		B.H No.	Items												
1	Reform	3.03	Salaries and allowances of faculty and staff funded under the budget heads 3500193 and TU's budget heads 001 (ka) , 001 (kha) ,002,003 and 003 (ka): Regular	31,398,581.89	-	16,545,298,449.21	16,576,697,031.10	19,750,899.75	-	6,595,709,466.23	6,615,460,365.98	51,149,481.64	-	23,141,007,915.44	23,192,157,397.08
1	Reform	3.03	Scholarships to students funded underthe budget head 350193: Regular	10,193,800.00	-	-	10,193,800.00	6,422,100.00	-	-	6,422,100.00	16,615,900.00	-	-	16,615,900.00
1	Reform	3.03	research ,development and innovation grants to individual faculty members and students under the budget head 350193: Regular	30,352,432.63	-	-	30,352,432.63	30,509,396.28	-	-	30,509,396.28	60,861,828.91	-	-	60,861,828.91
			Total	**71,944,814.52**	**-**	**16,545,298,449.21**	**16,617,243,263.73**	**56,682,396.03**	**-**	**6,595,709,466.23**	**6,652,391,862.26**	**128,627,210.55**	**-**	**23,141,007,915.44**	**23,269,635,125.99**

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University Grants Commission
Higher Education Reforms Project (HERP)
IDA Credit 5586-NEP

Statement of Expenditures (SoE) of Capacity Building & Project Management
As on July 16, 2018

IDA Categories		Line Items		As on July 15, ,2017				F.Y.2017/18				As on July 16, ,2018			
		Items		UGC	SFAFDB	TU-PIO	Sub Total	UGC	SFAFDB	TU-PIO	Sub Total	UGC	SFAFDB	TU-PIO	Sub Total
		B.H No.	Items												
2	Goods	6.01	Furniture	268,473.31	441,950.65	623,680.90	1,334,104.86	282,500.00	-	238,997.00	521,497.00	550,973.31	441,950.65	862,677.90	1,855,601.86
		6.02	Vehicle	7,216,800.00	-	-	7,216,800.00	-	3,842,242.50	-	3,842,242.50	7,216,800.00	3,842,242.50	-	11,059,042.50
		6.03	Machinery and Equipment	769,425.00	542,876.00	864,354.00	2,176,655.00	52,100.00	133,905.00	97,745.00	283,750.00	821,525.00	676,781.00	962,099.00	2,460,405.00
		6.04	Building & Other Constructio	864,876.00	-	15,840.00	880,716.00	-	-	-	-	864,876.00	-	15,840.00	880,716.00
		6.06	Technical Consultancy Service	-	-	-	-	-	-	-	-	-	-	-	-
	Sub Total			**9,119,574.31**	**984,826.65**	**1,503,874.90**	**11,608,275.86**	**334,600.00**	**3,976,147.50**	**336,742.00**	**4,647,489.50**	**9,454,174.31**	**4,960,974.15**	**1,840,616.90**	**16,255,765.36**
2	Services	2.07	Consultancy Service	10,055,488.76	2,295,159.00	855,829.00	13,206,476.76	12,563,032.05	1,617,194.00	76,995.00	14,257,221.05	22,618,520.81	3,912,353.00	932,824.00	**27,463,697.81**
	Sub Total			**10,055,488.76**	**2,295,159.00**	**855,829.00**	**13,206,476.76**	**12,563,032.05**	**1,617,194.00**	**76,995.00**	**14,257,221.05**	**22,618,520.81**	**3,912,353.00**	**932,824.00**	**27,463,697.81**
2	Training and Study Tours	1.08	Training Expenses	56,648.00	49,999.25	32,810.00	139,457.25	-	-	1,086,950.67	1,086,950.67	56,648.00	49,999.25	1,119,760.67	1,226,407.92
		4.03	Books	-	-	3,500.00	3,500.00	-	-	-	-	-	-	3,500.00	3,500.00
		4.04	Programme Expenses	970,270.10	2,746,331.50	2,098,709.62	5,815,311.22	1,096,587.00	1,395,719.80	-	2,492,306.80	2,066,857.10	4,142,051.30	2,098,709.62	8,307,618.02
		4.05	Programme Travel Expenses	4,225,462.79	1,257,425.00	1,174,055.00	6,656,942.79	4,917,199.69	556,756.00	741,285.00	6,215,240.69	9,142,662.48	1,814,181.00	1,915,340.00	12,872,183.48
	Sub Total			5,252,380.89	4,053,755.75	3,309,074.62	12,615,211.26	6,013,786.69	1,952,475.80	1,828,235.67	9,794,498.16	11,266,167.58	6,006,231.55	5,137,310.29	22,409,709.42
2	Incremental Operationg (	1.01	Salary	12,137,439.07	6,534,671.23	12,612,618.59	31,284,728.89	4,729,444.98	2,987,911.00	5,725,690.30	13,443,046.28	16,866,884.05	9,522,582.23	18,338,308.89	44,727,775.17
		1.02	Allowance	4,464,934.19	3,735,281.45	3,455,896.09	11,656,111.73	5,604,252.70	1,320,114.00	1,543,796.00	8,468,162.70	10,069,186.89	5,055,395.45	4,999,692.09	20,124,274.43
		1.03	Dress Allowances	15,000.00	-	-	15,000.00	105,000.00	-	-	105,000.00	120,000.00	-	-	120,000.00
		1.04	Medical Allowances	-	-	-	-	884,076.00	-	-	884,076.00	884,076.00	-	-	884,076.00
		2.01	Water and Electricity	232,360.92	62,764.32	-	295,125.24	125,317.09	35,271.00	-	160,588.09	357,678.01	98,035.32	-	455,713.33
		2.02	Communication Expenses	329,872.04	565,658.70	360,339.56	1,255,870.30	151,202.73	184,801.50	136,539.51	472,543.74	481,074.77	750,460.20	496,879.07	1,728,414.04
		2.03	Office Expenses	3,333,289.05	1,176,574.34	296,999.40	4,806,862.79	2,010,469.70	558,790.11	121,320.00	2,690,579.81	5,343,758.75	1,735,364.45	418,319.40	7,497,442.60
		2.04	Rent	-	2,306,134.00	-	2,306,134.00	-	816,200.00	-	816,200.00	-	3,122,334.00	-	3,122,334.00
		2.05	Repair and Maintenance	1,297,746.18	394,584.51	424,434.49	2,116,765.18	856,731.73	69,213.86	191,186.55	1,117,132.14	2,154,477.91	463,798.37	615,621.04	3,233,897.32
		2.06	Fuel	1,218,606.05	235,891.26	868,003.13	2,322,500.44	802,448.59	125,655.00	332,168.38	1,260,271.97	2,021,054.64	361,546.26	1,200,171.51	3,582,772.41
		2.08	Misc Expenses	1,148,042.45	353,831.98	2,192,553.91	3,694,428.34	882,967.19	155,933.11	897,034.00	1,935,934.30	2,031,009.64	509,765.09	3,089,587.91	5,630,362.64
	Sub Total			**24,177,289.95**	**15,365,391.79**	**20,210,845.17**	**59,753,526.91**	**16,151,910.71**	**6,253,889.58**	**8,947,734.74**	**31,353,535.03**	**40,329,200.66**	**21,619,281.37**	**29,158,579.91**	**91,107,061.94**
	Grand Total			**48,604,733.91**	**22,699,133.19**	**25,879,623.69**	**97,183,490.79**	**35,063,329.45**	**13,799,706.88**	**11,189,707.41**	**60,052,743.74**	**83,668,063.36**	**36,498,840.07**	**37,069,331.10**	**157,236,234.53**

Acc. officer

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Finance Controller
University Grants Commission

(==========)
Member-Secretary
University Grants Commission

(==========)
Under-Secretary
Ministry of Education

(==========)
Secretary
Ministry of Education

(==========)
Financial Comptroller General
Financial Comptroller General Office

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Deputy Auditor General
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खगराज बराल
सचिव

University Grants Commission
Higher Education Reforms Project (HERP)
IDA Credit 5586-NEP

Reimbursable Balance Reconciliation Statements

Descrieption	FY 2073.74 FCGO	UGC	Difference	FY 2074.75 FCGO	UGC	Difference
A) Reimbursable Balance	0	0	0	0	-1295994579	-1245110275	-50884304.53
B) Unspent Balance (Reimbursable release)	0	0		0	-1295994579	-1245110275	-50884304.53

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Finance Controller
University Grants Commission

(==========)
Member-Secretary
University Grants Commission

University Grants Commission
Higher Education Reforms Project (IDA Grant Credit 5586-NEP)
Fiscal Year : 2074/75 (2017/18)
Budget Details of EEP DLI Related Activies

S.N.	Description	Cumulative budget 2073/07	Budget for FY 2074/75	Total Budget	Cumulative Release FY 2073/C	Release in FY 2074/07	Total Budget Availabl
1	UGC	890000000	443070000	1333070000	890000000	0	890000000
2	TU-PIU	704300000	275100000	979400000	704300000	0	704300000
3	SFAFDB	161000000	163130000	324130000	161000000	0	161000000
	Total	1755300000	881300000	2636600000	1755300000	0	1755300000

University Grants Commission
Higher Education Reforms Project (IDA Grant Credit 5586-NEP)
Fiscal Year : 2074/75 (2017/18)
Budget Details of Project Management

S.N.	Description	Cumulative budget 2073/07	Budget for FY 2074/75	Total Budget	Cumulative Release FY 2073/C	Release in FY 2074/07	Total Budget Availabl
1	UGC	158500000	79500000	238000000	158500000	0	158500000
2	TU-PIU	70799000	25000000	95799000	70799000	0	70799000
3	SFAFDB	32400000	11600000	44000000	32400000	0	32400000
	Total	261699000	116100000	377799000	261699000	0	261699000

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(Kedar Prasad Acharya)
Finance Controller
University Grants Commission

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Prof. Dr. Dev Raj Adhikari
Member-Secretary
University Grants Commission