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中华人民共和国宁波市审计局

Ningbo Municipal Audit Office of the People's Republic of China

审 计 报 告

Audit Report

甬审外报〔2019〕27号

NINGBO AUDIT REPORT〔2019〕NO.27

项目名称: 世界银行贷款宁波可持续城镇化项目

Project Name: Ningbo Sustainable Urbanization Project Financed by the World Bank

贷 款 号: 8622-CN

Loan No.: 8622-CN

项目执行单位: 宁波市政府投资项目评审中心

Project Entity: Ningbo Municipal Government Investment Project Evaluation Center

会计年度: 2018

Accounting Year: 2018

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一、审计师意见

审计师意见

宁波市政府投资项目评审中心:

我们审计了世界银行贷款宁波可持续城镇化项目2018年12月31日的资金平衡表及截至该日同年度的项目进度表、贷款协定执行情况表和专用账户报表等特定目的财务报表及财务报表附注（第6页至第18页）。

（一）项目执行单位及宁波市财政局对财务报表的责任

编制上述财务报表中的资金平衡表、项目进度表及贷款协定执行情况表是你单位的责任，编制专用账户报表是宁波市财政局的责任，这种责任包括:

1.按照中国的会计准则、会计制度和本项目贷款协定的要求编制项目财务报表，并使其实现公允反映;

2.设计、执行和维护必要的内部控制，以使项目财务报表不存在由于舞弊或错误而导致的重大错报。

（二）审计责任

我们的责任是在执行审计工作的基础上对财务报表发表审计意见。我们按照中国国家审计准则和国际审计准则的规定执行了审计工作，上述准则要求我们遵守审计职业要求，计划和执行审计工作以对项目财务报表是否不存在重大错报获取合理保证。

为获取有关财务报表金额和披露信息的有关证据，我们实施了必要的审计程序。我们运用职业判断选择审计程序，这些程序包括对由于舞弊或错误导致的财务报表重大错报风险的评估。在进行风险评估时，为了设计恰当的审计程序，我们考虑了与财务报表相关的内部控制，但目的并非对内部控制的有效性发表意见。审计工作还包括评价所选用会计政策的恰当性和作出会计估计的合理性，以及评价财务报表的总体列报。

我们相信，我们获取的审计证据是适当的、充分的，为发表审计意见

提供了基础。

（三）审计意见

我们认为，第一段所列财务报表在所有重大方面按照中国的会计准则、会计制度和本项目贷款协定的要求编制，公允反映了宁波可持续城镇化项目2018年12月31日的财务状况及截至该日同年度的财务收支、项目执行和专用账户收支情况。

（四）其他事项

我们还审查了本期内由宁波市财政局报送给世界银行的第NB7号至第NB11号提款申请书及所附资料。我们认为，这些资料均符合贷款协议的要求，可以作为申请提款的依据。

本审计师意见之后，共同构成审计报告的还有两项内容：财务报表及财务报表附注和审计发现的问题及建议。

宁波市审计局

二〇一九年五月三十一日

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I. Auditor's Opinion

Auditor's Opinion

To Ningbo Municipal Government Investment Project Evaluation Center

We have audited the special purpose financial statements (from page 6 to page 18) of Ningbo Sustainable Urbanization Project financed by the World Bank, which comprise the Balance Sheet as of December 31, 2018, the Summary of Sources and Uses of Funds by Project Component, the Statement of Implementation of Loan Agreement and the Special Account Statement for the year then ended, and Notes to the Financial Statements.

Project Entity and Ningbo Municipal Finance Bureau's Responsibility for the Financial Statements

The preparation of the Balance Sheet, the Summary of Sources and Uses of Funds by Project Component and the Statement of Implementation of Loan Agreement of the financial statements is the responsibility of your entity, while the preparation of the Special Account Statement is the responsibility of Ningbo Municipal Finance Bureau, which includes:

i. Preparing and fair presenting the accompanying financial statements in accordance with Chinese accounting standards and system, and the requirements of the project loan agreement;

ii. Designing, implementing and maintaining necessary internal control to ensure that the financial statements are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with the Government Auditing Standards of the People's Republic of China and International Standards on Auditing. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from 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 appropriate and sufficient to provide a basis for our audit opinion.

Opinion

In our opinion, the financial statements identified in the first paragraph present fairly, in all material respects, financial position of Ningbo Sustainable Urbanization Project financed by the World Bank as of December 31, 2018, its financial receipts and disbursements, the project implementation and the receipts and disbursements of the special account for the year then ended in accordance with Chinese accounting standards and system, and the requirements of the project loan agreement.

Other Matter

We also examined the withdrawal applications from No.NB7 to No.NB11 and the attached documents submitted to the World Bank during the period. In our opinion those documents comply with requirements of the project loan agreement and can serve as basis for loan withdrawals.

The audit report consists of the Auditor's Opinion and two more parts hereinafter: Financial Statements and Notes to the Financial Statements, Audit Findings and Recommendations.

Ningbo Municipal Audit Office of the People's Republic of China
May 31, 2019
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The English translation is for the convenience of report users; Please take the Chinese audit report as the only official version.

二、财务报表及财务报表附注

Ⅱ. Financial Statements and Notes to the Financial Statements

（一）资金平衡表

i. Balance Sheet

资 金 平 衡 表
BALANCE SHEET

2018 年 12 月 31 日

(As of December 31, 2018)

项目名称：世界银行贷款宁波可持续城镇化项目

Project Name: Ningbo Sustainable Urbanization Project Financed by the World Bank

编报单位：宁波市政府投资项目评审中心　　货币单位：人民币元

Prepared by: Ningbo Municipal Government Investment Project Evaluation Center　　Currency Unit: RMB Yuan

资金占用 Application of Fund	行次 Line No.	期初数 Beginning Balance	期末数 Ending Balance	资金来源 Sources of Fund	行次 Line No.	期初数 Beginning Balance	期末数 Ending Balance
一、项目支出合计 Total Project Expenditures	1	59,810,705.18	167,148,097.49	一、项目拨款合计 Total Project Appropriation Funds	28	45,677,598.31	103,365,102.52
1. 交付使用资产 Fixed Assets Transferred	2	-	14,737,760.00	二、项目资本与项目资本公积 Project Capital and Capital Surplus	29	-	
2. 待核销项目支出 Construction Expenditures to be Disposed	3	-		其中:捐赠款 Including: Grants	30	-	
3. 转出投资 Investments Transferred-out	4	-		三、项目借款合计 Total Project Loan	31	40,159,986.71	97,915,227.79
4. 在建工程 Construction in Progress	5	59,810,705.18	152,410,337.49	1. 项目投资借款 Total Project Investment Loan	32	40,159,986.71	97,915,227.79
二、应收生产单位投资借款 Investment Loan Receivable	6	-	-	(1) 国外借款 Foreign Loan	33	40,159,986.71	97,915,227.79
其中:应收生产单位世行贷款 Including: World Bank Investment Loan Receivable	7	-	-	其中:国际开发协会 Including: IDA	34	-	
三、拨付所属投资借款 Appropriation of Investment Loan	8	-	-	国际复兴开发银行 IBRD	35	40,159,986.71	97,915,227.79
其中:拨付世行贷款 Including :Appropriation of World Bank Investment Loan	9	-	-	技术合作信贷 Technical Cooperation	36	-	-
四、器材 Equipment	10	-	-	联合融资 Co- Financing	37	-	-
其中:待处理器材损失 Including: Equipment Losses in Suspense	11	-	-	(2) 国内借款 Domestic Loan	38	-	-
五、货币资金合计 Total Cash and Bank	12	24,994,709.14	20,345,350.91	2. 其他借款 Other Loan	39	-	-
1. 银行存款 Cash in Bank	13	24,994,709.14	20,345,350.91	四、上级拨入投资借款 Appropriation of Investment Loan	40	-	-
其中:专用账户存款 Including: Special Account	14	12,555,339.91	7,436,942.93	其中:拨入世行贷款 Including: World Bank Loan	41	-	-

后续（To be continued）

2、现金 Cash on Hand	15	-	-	五、企业债券资金 Bond Fund	42		
六、预付及应收款合计 Total Prepaid and Receivable	16	6,154,051.43	20,769,867.64	六、待冲项目支出 Construction Expenditures to be Offset	43		
其中:应收世行贷款利息 Including: World Bank Loan Interest Receivable	17	-	-	七、应付款合计 Total Payable	44	5,121,874.19	6,982,985.73
应收世行贷款承诺费 World Bank Loan Commitment Fee Receivable	18	-	-	其中:应付世行贷款利息 Including: World Bank Loan Interest Payable	45	-	
应收世行贷款资金占用费 World Bank Loan Service-Fee Receivable	19	-	-	应付世行贷款承诺费 World Bank Loan Commitment Fee Payable	46	-	
七、有价证券 Marketable Securities	20	-	-	应付世行贷款资金占用费 World Bank Loan Service Fee Payable	47	-	
八、固定资产合计 Total Fixed Assets	21			八、未交款合计 Other Payables	48	6.54	0.00
固定资产原价 Fixed Assets, Cost	22			九、上级拨入资金 Appropriation of Fund	49	-	
减:累计折旧 Less: Accumulated Depreciation	23	-	-	十、留成收入 Retained Earnings	50	-	
固定资产净值 Fixed Assets, Net	24					-	
固定资产清理 Fixed Assets Pending Disposal	25	-	-			-	
待处理固定资产损失 Fixed Assets Losses in Suspense	26	-				-	
资金占用合计 Total Application of Fund	27	90,959,465.75	208,263,316.04	资金来源合计 Total Sources of Fund	51	90,959,465.75	208,263,316.04

（二）项目进度表
ii. Summary of Sources and Uses of Funds by Project Component

项 目 进 度 表（一）
SUMMARY OF SOURCES AND USES OF FUNDS BY PROJECT COMPONENT Ⅰ

本期截至 2018 年 12 月 31 日

(For the period ended December 31, 2018)

项目名称：世界银行贷款宁波可持续城镇化项目

Project Name: Ningbo Sustainable Urbanization Project Financed by the World Bank

编报单位：宁波市政府投资项目评审中心　　货币单位：人民币元

Prepared by: Ningbo Municipal Government Investment Project Evaluation Center　　Currency Unit: RMB Yuan

	本期 Current Period			累计 Cumulative		
	本期计划额 Current Period Budget	本期发生额 Current Period Actual	本期完成比 Current Period % Completed	项目总计划额 Life of PAD	累计完成额 Cumulative Actual	累计完成比 Cumulative % Completed
资金来源合计 Total Sources of Funds	290,896,340.00	115,442,745.29	39.69	2,034,463,500.00	201,280,330.31	9.89
一、 国际金融组织贷款 International Financing	133,509,455.00	57,755,241.08	43.26	960,000,000.00	97,915,227.79	10.20
1. 国际复兴开发银行 IBRD	133,509,455.00	57,755,241.08	43.26	960,000,000.00	97,915,227.79	10.20
二、配套资金 Counterpart Financing	157,386,885.00	57,687,504.21	36.65	1,074,463,500.00	103,365,102.52	9.62
1.项目拨款 Project Appropriation Funds	157,386,885.00	57,687,504.21	36.65	410,000,000.00	103,365,102.52	25.21
2.国内借款 Domestic Loan				664,463,500.00		
资金运用合计（按项目内容） Total Application of Funds (by Project Component)	290,896,340.00	107,337,392.31	36.90	2,034,463,500.00	167,148,097.49	8.22
1.城市更新 Urban Regeneration	31,209,920.00	22,267,354.11	71.35	694,594,900.00	25,204,663.43	3.63
2.城市交通 Urban Transport	253,247,500.00	79,922,105.02	31.56	845,543,700.00	132,682,210.09	15.69
3.洪涝风险管理 Flood Risk Management	6,310,920.00	4,059,851.07	64.33	462,484,900.00	5,655,826.66	1.22
4.技术援助和能力建设 Technical Assistance and Capacity Building	128,000.00	1,088,082.11	850.06	31,840,000.00	3,605,397.31	11.32
差异 Difference		8,105,352.98			34,132,232.82	
1. 应收款变化 Change in Receivables		14,615,816.21			20,769,867.64	
2. 应付款变化 Change in Payables		-1,861,111.54			-6,982,985.73	
3. 货币资金变化 Change in Cash and Bank		-4,649,358.23			20,345,350.91	
4. 其它 Other		6.54			0.00	

项 目 进 度 表（二）

SUMMARY OF SOURCES AND USES OF FUNDS BY PROJECT COMPONENT II

本期截至 2018 年 12 月 31 日

(For the period ended December 31, 2018)

项目名称: 世界银行贷款宁波可持续城镇化项目

Project Name: Ningbo Sustainable Urbanization Project Financed by the World Bank

编报单位: 宁波市政府投资项目评审中心　　货币单位: 人民币元

Prepared by: Ningbo Municipal Government Investment Project Evaluation Center　Currency Unit: RMB Yuan

项目内容 Project Component	项目支出 Project Expenditure							
	累计支出 Cumulative Amount	已交付资产 Assets Transferred				在建工程 Work in Progress	待核销项目支出 Construction Expenditures to be Disposed	转出投资 Investments Transferred-out
		固定资产 Fixed Asset	流动资产 Current Asset	无形资产 Intangible Asset	递延资产 Deferred Asset			
1.城市更新 Urban Regeneration	25,204,663.43				-	25,204,663.43	-	-
2.城市交通 Urban Transport	132,682,210.09	14,737,760.00	-	-	-	117,944,450.09	-	-
3.洪涝风险管理 Flood Risk Management	5,655,826.66	-	-	-	-	5,655,826.66	-	-
4.技术援助和能力建设 Technical Assistance and Capacity Building	3,605,397.31	-	-	-	-	3,605,397.31	-	-
合计 Total	167,148,097.49	14,737,760.00	-	-	-	152,410,337.49	-	-

（三）贷款协定执行情况表
iii. Statement of Implementation of Loan Agreement

贷款协定执行情况表
STATEMENT OF IMPLEMENTATION OF LOAN AGREEMENT

本期截至 2018 年 12 月 31 日
(For the period ended December 31, 2018)

项目名称: 世界银行贷款宁波可持续城镇化项目
Project Name: Ningbo Sustainable Urbanization Project Financed by the World Bank
编报单位: 宁波市政府投资项目评审中心
Prepared by: Ningbo Municipal Government Investment Project Evaluation Center
货币单位: 美元/人民币元
Currency Unit: USD/ RMB Yuan

类别 Category	核定贷款金额 Loan Amount 美元 USD	本期提款数 Current-period Withdrawals		累计提款数 Cumulative Withdrawals	
		美元 USD	折合人民币 RMB	美元 USD	折合人民币 RMB
一、工程 Works	124,068,000.00	5,104,667.90	35,034,356.73	5,104,667.90	35,034,356.73
二、货物、非咨询服务、咨询服务、培训和研讨会 Goods, non-consulting services, consultants' services, and Training and Workshops	25,557,000.00	515,912.46	3,540,810.40	2,287,033.90	15,696,371.06
三、先征费 Front-end Fee	375,000.00		0.00	375,000.00	2,573,700.00
四、专用帐户首次存款 Special Account Initial Deposit		2,500,000.00	17,158,000.00	6,500,000.00	44,610,800.00
合计 Total	150,000,000.00	8,120,580.36	55,733,167.13	14,266,701.80	97,915,227.79

（四）专用账户报表
iv. Special Account Statement

专用账户报表
SPECIAL ACCOUNT STATEMENT

本期截至 2018 年 12 月 31 日

(For the period ended Dec 31, 2018)

项目名称：世界银行贷款宁波可持续城镇化项目

Project Name: Ningbo Sustainable Urbanization Project Financed by the World Bank

贷款号：8622- CN

Loan No.8622-CN

编报单位：宁波市财政局

Prepared by: Ningbo Municipal Financial Bureau

开户银行名称：中国建设银行宁波市分行

Depository Bank: China Construction Bank Ningbo Branch

账号：33114101700220500050

Account No. : 33114101700220500050

货币种类：美元

Currency: USD

A 部分：本期专用账户收支情况 Part A-Account Activity for the Current Period	金额 Amount
期初余额 Beginning Balance	1,921,480.81
增加： Add:	
本期世行回补总额 Total Amount Deposited by World Bank	8,120,580.36
本期利息收入总额（存入专用账户部分） Total Interest Earned	-
本期不合格支出归还总额 Total Amount Refunded this Period to Cover Ineligible Expenditures	-
减少： Deduct:	
本期支付总额 Total Amount Withdrawn	8,958,464.17
其中：工程 Including Works	8,341,192.16
货物、非咨询服务、咨询服务、培训和研讨会 Goods, non-consulting services, consultants' services, and Training and Workshops	617,272.01
先征费 Front-end Fee	-
利息支出 Interest Disbursement	-
世界银行回收 Total Amount Recovered by World Bank	-
期末余额 Ending Balance	1,083,597.00

（后续 To be continued）

B 部分：专用账户调节 Part B-Account Reconciliation		金额 Amount
1. 世行首次存款总额 Amount Advanced by World Bank		6,500,000.00
减少： Deduct:		-
2. 世界银行回收总额 Total Amount Recovered by World Bank		-
3. 本期期末专用账户首次存款净额 Outstanding Amount Advanced to the Special Account at the End of this Period		6,500,000.00
4. 专用账户期末余额 Ending Balance of Special Account		1,083,597.00
增加： Add:		-
5. 截至本期期末已申请报账但尚未回补金额 Amount Claimed but not yet Credited at the End of this Period		0.00
申请书号 Application No.	金额 Amount	-
		-
		-
6. 截至本期期末已支付但尚未申请报账金额 Amount Withdrawn but not yet Claimed at the End of this Period		5,416,403.00
7. 服务费累计支出（如未含在 5 和 6 栏中） Cumulative Service Charges (If not Included in Item 5 or 6)		0.00
减少： Deduct:		
8. 利息收入（存入专用账户部分） Interest Earned (If Included in Special Account)		0.00
9. 本期期末专用账户首次存款净额 Total Advance to the Special Account Accounted for at the End of this Period		6,500,000.00

（五）财务报表附注

财务报表附注

1. 项目概况

宁波市利用世行贷款可持续城镇化项目贷款号为 8622-CN，项目发展目标是通过在宁波市象山县、宁海县、奉化区实施项目以提升城市公共空间的使用水平，改善城市交通和减小洪涝风险。该项目由城市更新、城市交通、洪涝风险管理及技术援助和能力建设项目四个子项组成。

项目协定于 2016 年 9 月 18 日签订，2016 年 12 月 28 日生效，预期贷款关账日期为 2021 年 11 月 30 日。项目计划总投资为人民币 20.34 亿元，其中世界银行贷款总额为 15,000 万美元。

2. 财务报表编制范围

本财务报表由象山县世行贷款项目建设管理办公室(以下简称象山子项目办)、宁海县世行贷款项目建设管理办公室(以下简称宁海子项目办)、宁波市奉化区世行贷款项目建设管理办公室(以下简称奉化子项目办)分别编制的世行贷款宁波可持续城镇化项目财务报表和宁波市财政局专用账户报表合并而成。

3. 主要会计政策

3.1 本项目会计核算执行《世行贷款宁波可持续城镇化项目财务管理暂行办法》(甬财政发〔2017〕180 号)。

3.2 会计核算年度采用公历年制，即公历每年 1 月 1 日至 12 月 31 日。

3.3 本项目会计核算以“权责发生制”作为记账原则，采用借贷复式记账法记账，以人民币为记账本位币。

3.4 按照中国人民银行 2018 年 12 月 31 日汇率，即 USD1=人民币 6.8632 元。

4. 报表科目说明

4.1 项目支出

2018 年年末项目支出余额 167,148,097.49 元，累计完成项目总计划的 8.22%。其中城市更新 25,204,663.43 元，累计完成项目总计划的 3.63%；城市交通 132,682,210.09 元，累计完成项目总计划的 15.69%；洪涝风险管理 5,655,826.66 元，累计完成项目总计划的 1.22%；技术援助和能力建设 3,605,397.31 元，累计完成项目总计划的 11.32%。

4.2 货币资金

2018 年年末货币资金余额 20,345,350.91 元，其中世行专用账户存款额 1,083,597.00 美元，折合人民币 7,436,942.93 元。

4.3 预付及应收款

2018 年年末预付及应收款余额 20,769,867.64 元。

4.4 项目拨款

2018 年年末项目拨款余额 103,365,102.52 元。其中象山子项目办 58,027,571.91 元、宁海子项目办 30,743,560.15 元、奉化子项目办 14,593,970.46 元。

4.5 项目借款

2018 年年末项目借款余额 14,266,701.80 美元，折合人民币 97,915,227.79 元，全部为国际复兴开发银行贷款额。

截至 2018 年年末，累计提取世界银行贷款资金 14,266,701.80 美元，占贷款总额的 9.51%。其中：工程累计提款 5,104,667.90 美元，占该类计划的 4.11%；货物、非咨询服务、咨询服务、培训和研讨会累计提款 2,287,033.90 美元，占该类计划的 8.95%；先征费累计提款 375,000.00 美元，占该类计划的 100.00%。

4.6 应付款

2018 年年末应付款余额 6,982,985.73 元。

5.专用账户使用情况

本项目专用账户设在中国建设银行宁波市分行，账号为33114101700220500050，币种为美元。专用账户首次存款650万美元。2018年年初余额1,921,480.81美元，本期回补8,120,580.36美元，本期支付8,958,464.17美元，期末余额1,083,597.00美元。

6.其他需要说明的情况

6.1宁波市世界银行贷款项目管理办公室已更名为宁波市政府投资项目评审中心

根据《关于同意市发展和改革委员会所属事业单位调整方案的函》（甬机改〔2019〕120号），宁波市世界银行贷款项目管理办公室从2019年4月起更名为宁波市政府投资项目评审中心。

6.2象山县环城西路工程（XCP3）项目原合同被终止

象山县环城西路工程（XCP3）项目于2017年11月1日经公开招标程序确定中标方为江西省路桥工程集团有限公司（以下简称江西路桥公司），中标价为15,230万元，2018年3月1日签订合同，2018年3月27日开工。2018年12月，世行发现江西路桥公司的母公司路港集团有限公司列入世行不合格企业名单，受此影响，原合同终止。截至2018年12月31日，象山子项目办已向江西路桥公司预付款项15,230,060.04元，工程款10,887,677.48元（扣除工程质保金653,260.65元、预付账款3,046,012.00元，实付7,188,404.83元）。上述预付款和工程进度款均未向世行申请过提款报账。2019年1月25日，象山子项目办收回剩余预付款项12,184,048.04元。

v. Notes to the Financial Statements

Notes to the Financial Statements

1. Project overview

The Loan No. of Ningbo Sustainable Urbanization Project is 8622-CN. The objective of the project is to improve the use of urban public space, improve urban mobility and reduce flood risk by implementing the project in Xiangshan County, Ninghai county and Fenghua District of Ningbo City. The project is composed of four components: Urban Regeneration, Urban Transport, Flood Risk Management, Technical Assistance and Capacity Building.

The Project Agreement was signed on September 18, 2016 and came into effect on December 28, 2016. The account of the project will be closed on November 30, 2021. The total investment of the project was RMB2,034,000,000.00 yuan, including World Bank Loan of USD 150,000,000.00.

2. Consolidation Scope of the Financial Statements

These financial statements encompass the consolidated financial statements of Xiangshan Project Implementation Unit (XPIU), Ninghai Project Implementation Unit (NPIU) and Fenghua Project Implementation Unit (FPIU) for Ningbo Sustainable Urbanization Project (NSUP) as well as the Special Account Statement set in the Ningbo Municipal Financial Bureau.

3. Accounting Policies

3.1The Financial Statements of the project were prepared according to the requirements of Interim Measures for Financial Management of Ningbo Sustainable Urbanization Project Financed by the World Bank. (Yongcaizhengfa〔2017〕No.180)

3.2 In accounting practice, the Gregorian calendar year is adopted as the fiscal year from January 1 to December 31.

3.3 The accrual basis and the debit/credit double entry bookkeeping method are adopted. RMB is used as the recording currency of bookkeeping.

3.4 The exchange rate adopted in the financial statements was the exchange rate on December 31, 2018 of the People's Bank of China, which was USD 1= RMB 6.8632

yuan.

4. Explanation of Subjects

4.1 Project Expenditures

By the end of 2018, the balance for project expenditures was RMB 167,148,097.49 yuan, accounting for 8.22% of total investment plan. Among those, Urban Regeneration component took RMB 25,204,663.43 yuan, accounting for 3.63% of the component's investment plan; Urban Transport component took RMB 132,682,210.09 yuan, accounting for 15.69% of the component's investment plan; Flood Risk Management component took RMB 5,655,826.66 yuan, accounting for 1.22% of the component's investment plan; Technical Assistance and Capacity Building component took RMB 3,605,397.31 yuan, accounting for 11.32% of the component's investment plan.

4.2 Cash and Bank

By the end of 2018, the balance for cash and bank was RMB 20,345,350.91 yuan, including USD 1,083,597.00 in the Special Account of the World Bank, equivalent to RMB 7,436,942.93 yuan.

4.3 Prepaid and Receivable

By the end of 2018, the balance for prepaid and receivable was RMB 20,769,867.64 yuan.

4.4 Project Appropriation Funds

By the end of 2018, the balance for project appropriation funds was RMB 103,365,102.52 yuan. Among those, XPIU took RMB 58,027,571.91 yuan, NPIU took RMB 30,743,560.15 yuan, and FPIU took RMB 14,593,970.46 yuan.

4.5 Project Loan

By the end of 2018, the balance for project loan withdrawn from the International Bank for Reconstruction and Development was USD14,266,701.80, equivalent to RMB97,915,227.79 yuan.

By the end of 2018, accumulated USD 14,266,701.80 of the World Bank loan had been withdrawn, accounting for 9.51% of the total loan, among which the withdrawal for Works was USD 5,104,667.90, accounting for 4.11% of the category plan; the withdrawal for Goods, non-consulting services, consultants' services, and Training and Workshops was USD 2,287,033.90 , accounting for 8.95 % of the category plan; the withdrawal for the front-end fee was USD 375,000.00, accounting for 100% of the category plan.

4.6 Payable
By the end of 2018, the balance of payable was RMB 6,982,985.73 yuan.

5. Special Account

The Special Account of this project is set in Ningbo Branch of China Construction Bank with the account number of 33114101700220500050 and USD as currency Unit. The initial Deposit of the Special Account was USD 6,500,000.00. The beginning balance of year 2018 was USD 1,921,480.81 and the amount deposited in the period was USD 8,120,580.36. The disbursement of the period was USD 8,958,464.17, the ending balance was USD 1,083,597.00.

6.Other Important Information

6.1 The World Bank Loan Project Management Office of Ningbo has been renamed Ningbo Municipal Government Investment Project Evaluation Center

According to the Letter of Consent to the Adjustment Plan of the Institutions Affiliated to Ningbo Development and Reform Commission(Yongjigai〔2019〕 No. 120), The World Bank Loan Project Management Office of Ningbo has been renamed Ningbo Municipal Government Investment Project Evaluation Center since April 2019.

6.2 The original contract of the Xiangshan County Huancheng Road West project (XCP3) was terminated

The bid-winner of the XCP3 was determined to be JiangXi LuQiao Engineering Group Co., ltd（JiangXi LuQiao Group）, through the public bidding process on November 1, 2017. The bid-winning price was determined to be RMB 152.30 million yuan. The contract was signed on March 1, 2018, and construction started on March 27, 2018. In December 2018, LuGang group Co., ltd, the parent company of JiangXi LuQiao Group. was found to be a company sanctioned by the World Bank, so the original contract was terminated which was affected. By the end of 2018, XPIU paid RMB 15,230,060.04 yuan as prepayment and the project payment of RMB 10,887,677.48 yuan(the actual payment was RMB 7,188,404.83 yuan because RMB 653,260.65 yuan was deducted as the project quality retention money and RMB3,046,012.00 yuan was deducted from prepayment).All the payment above has not been claimed to the World Bank. On January 25, 2019, XPIU recovered the remainning prepayment RMB 12,184,048.04 yuan.