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STATE HEALTH SOCIETY, BIHAR, PATNA
Pariwar Kalyan Bhawan, Sheikhpura, Patna - 800 014

RFP No.-01/2017-18(Concurrent Audit)

Request for Proposal (RFP) for Hiring Services of Chartered Accountants Firms/Cost Accountants Firms for Concurrent Audit of the State of Bihar

State Health Society Bihar invites Proposals from interested Chartered Accountants firms/Cost Accountants firms *empanelled with the C&AG of India* as on 01.01.2017 meeting all the minimum eligibility criteria given in Request for Proposal (RFP) for providing their services for carrying out the Monthly Concurrent Audit of all programmes including National Disease Control Programmes of State Health Society Bihar & all District Health Societies at the cost within range of Rs. 8,000/- to Rs. 25,000/- p.m. under National Health Mission(NHM) for the financial year 2017-18 after the completion of work.

The details about background of the Auditee, the units to be covered in the audit, scope of work, Terms of Reference (ToR), eligibility criteria for selection of the Chartered/Cost Accountant firms and Guidelines for submitting the Proposal can be downloaded from the website <http://statehealthsocietybihar.org> from **15.07.2017 onwards**.

Submission of Proposal: The Proposal is to be submitted (through Speed/Registered Post only):

1. **For District Health Societies-** To The Civil Surgeon-cum-Member Secretary of the concerned District Health Societies &
2. **For State Health Society Bihar-** To The Executive Director, State Health Society Bihar, Pariwar Kalyan Bhawan, Shikhpura, Patna-800 014.

Important Dates for the selection process:

- (i) Date for Pre-Bid Conference at SHSB : 24/07/2017 at 4.00 p.m.
- (ii) Last date for Submission of Proposal to SHSB/DHS : 08/08/2017 up to 03.00 p.m.
- (iii) Date of Opening of Technical Bid at SHSB/DHS : 08/08/2017 at 04.00 p.m.
- (iv) Date of Opening of Financial Bid at SHSB/DHS : 11/08/2017 at 03.00 p.m.

Venue for Pre-bid Conference: Pre-bid Conference for appointment of Concurrent Auditor for SHSB and DHS will be held at State Health Society Bihar, Patna, Pariwar Kalyan Bhawan, Sheikhpura, Patna-14.


15.7.2017
Executive Director
State Health Society, Bihar

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REQUEST FOR PROPOSAL (RFP)

State Health Society Bihar, Patna seeks to invite Proposals from C&AG empanelled Chartered Accountants firm Cost Accountants firms as on 01.01.2017 meeting the minimum eligibility criteria for providing their services for Monthly Concurrent Audit of State Health Society Bihar/District Health Societies for the Financial Year 2017-18.

The details about the background of the auditee, the units to be covered in the audit, scope of work, terms of reference, and the eligibility criteria for selection of the C. A. firms are given in the following paragraphs.

Terms of Reference (ToR)

Section I-Background

- 1 National Health Mission (NHM) formerly known as National Rural Health Mission (NRHM) of the Ministry of Health & Family Welfare was launched on 12th April, 2005 by the Government of India to improve medical facilities in all the rural area in the country. The NHM seeks to provide accessible, affordable and quality health care to the rural population, specially the vulnerable sections. It also seeks to reduce the Maternal Mortality Ratio (MMR) in the country from 407 to 100 per 1,00,000 live births, Infant Mortality rate (IMR) from 60 to 30 per 1000 live births and the Total Fertility Rate (TFR) from 3.0 to 2.1 within the 7 year period of the Mission.
- 2 One of the visions of the Mission is to increase public spending on health from 0.9% to 2-3% of GDP, with the improved arrangement for community financing and risk pooling. The NHM has provided an umbrella under which the existing Reproductive and Child Health Programme (RCH) and various National Disease Control Programmes (NDCPs) have been repositioned.
- 3 At present the following Schemes come under the National Health Mission:
 - A. NHM-RCH Flexible Pool:
 - **RCH Flexible Pool** (including Routine Immunisation (RI), Pulse Polio Immunisation (PIIP) & National Iodine Deficiency Disease Control Programme (NIDDCP)
 - **Health System Strengthening** (including National Programme for Prevention and Control of Deafness (NPPCD), National Oral Health Programme (NOHP), National Programme for Palliative Care (NPPC), Assistance to State for Capacity building (Burn Injury), National Programme for Fluorosis (NPF).
 - B. National Urban Health Mission (NUHM).
 - C. Flexible Pool for Communicable Disease:
 - National Vector Borne Disease Control Programme (NVBDCP)
 - Revised National Tuberculosis Control Programme (RNTCP)
 - National Leprosy Eradication Programme (NLEP)
 - Integrated Disease Surveillance Project (IDSP)



D. Flexible Pool for Non-Communicable Disease, Injury & Trauma:

- National Programme for Control of Blindness (NPCB)
- National Mental Health Programme (NMHP)
- National Programme for Health Care of the Elderly (NPHCE)
- National Programme for Prevention and Control of Deafness (NPPCD)
- National Tobacco Control Programme (NTCP)
- National Oral Health Programme (NOHP)
- National Programme for Prevention and Control of Cancer, Diabetes, Cardiovascular Diseases and Stroke (NPCDCS)
- Other New Initiative under Non-Communicable Disease Injuries and Trauma.

4. Institutional and Funding Arrangements:

For the implementation of the above programmes, MOHFW has required the creation of an Integrated Health Society at State and District levels (registered as a legal entity at the State and District under Societies Registration Act, 1860). Such integrated State Health Society (SHS) works in close coordination with the Directorate of Health & Family Welfare and District Health Societies (DHS) work in coordination with the District Collector and District Chief Medical Officer (CMO). Program implementation is done through its District Chief Medical Officer's office, Blocks, Community Health Centres (CHCs), Primary Health Centres (PHCs), Sub- Centres (SCs), Rogi Kalyan Samities and Village Health & Nutrition Sanitation Committees. Certain activities may be managed at the State level such as drug procurement, IEC, civil works, training using specialized entities such as SIHFW, IEC Bureau, PWD, the Directorate of Health and Municipal Corporations for the urban health components. In addition funds are also released from SHS/ DHS to NGOs and private entities under public private participation (PPP) arrangements.

5. Funding & Accounting Arrangements:

Funds for the various programs are transferred from Pay & Accounts Office of MoHFW to the State Treasuries and then from Treasuries to the SHS functioning in the State. Government of India transfer funds in the form of Grants-in-Aid to SHS on the basis of respective State Programme Implementation Plan (SPIPs) and approved Annual Work Plans which are prepared on the basis of District Health Action Plans (DHAP) of each of the districts in the State. Under the umbrella of the integrated SHS/DHS each program has separate bank accounts, maintains separate books of accounts and other financial records as per the requirements of each program and also submit separate financial activity reports at varying frequencies to the respective monitoring unit in MOHFW (GOI).

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6. **Financing by Development Partners/ Donors:**

Some of the programs of NHM are also supported by development partners such as the World Bank, DFID, UNFPA, European Union, and GFATM etc. for which credit agreements have been entered into by GoI with the respective development partners. Compliance with specific fiduciary requirements of the development partners will additionally need to be reported by the auditors. Copies of the legal agreements and other project documents will be provided to the auditors, if needed, by SHS/ concerned Programme Division in the State.

6. **Objective of audit services:**

The objective of the audit is to ensure that MOHFW receives adequate, independent, professional audit assurance that the grant proceeds provided by MOHFW are used for purposes intended in line with approved PIPs and AWP of individual programs and that the annual financial statements are free from material mis-statements and the terms of the credit/ loan agreements of the development partners are complied with in all material respects.

The objective of the audit of the financial statements - individual financial Statements of State and District Health Society as well as the Consolidated Financial Statements of the State and District as a whole i.e. (Balance Sheet, Income & Expenditure, Receipt & Payment, together with relevant accounting policies, notes to accounts and schedules (Bank Reconciliation Statements, Statement of Funds Position, Reconciliation of Expenditures as per Audited financial statements with the expenditure reported as per the Financial Monitoring Report (FMR) is to enable the auditor to express a professional opinion as to whether:-

(1) the financial statements give a true and fair view of the Financial Position of the individual DHS, SHSB and Consolidated District and State Health Society Bihar at the end of each fiscal year and of the funds received and expenditure incurred for the accounting period ended March 31, 2018,

(2) the funds were utilized for the purposes for which they were provided, and

(3) where programs are financed by development partners, the respective program expenditures are eligible for financing under the relevant grant/ credit agreement.

The books of accounts as maintained by the State and District Health Societies and other participating implementing units (Blocks, PHCs, sub centers and CHMOs etc) shall form the basis for preparation of the individual DHS and SHS financial statements as well as the consolidated financial statements for the state as a whole.

- 4 **Standards:** The audit will be carried out in accordance with **Engagement & Quality Control Standards (Audit & Assurance Standards)** issued by the Institute of Chartered Accountants of India in this regard. The auditor should accordingly consider materiality when planning and performing (except where a certain minimum coverage of implementing units is specified) the audit to reduce the risk to an acceptable level that is



consistent with the objective of the audit. In addition the auditor should specifically consider the risk of material misstatements in the financial statements resulting from fraud.

Section II-Objective & Scope of Audit

It is decided that mechanism of the concurrent audit may be implemented at state level and all the districts under NHM covering all the programmes under the National Health Mission. The concurrent audit of the District Health Society is hereby offered through the ToR. The proposal is invited from firms fulfilling the eligibility criteria enlisted in the EOI.

1. Objective:

The key objectives of the Concurrent Audit include:

- To ensure voucher/evidence based on payments to improve transparency
- To ensure accuracy and timeliness in maintenance of books of accounts
- To ensure timeliness and accuracy of periodical financial statements
- To improve accuracy and timeliness of financial reporting especially at sub-district levels
- To ensure compliance with laid down systems, procedures and policies
- To regularly track, follow-up and settle advances on a priority basis
- To assess & improve overall internal control systems

2. Scope of Audit:

The responsibilities of the concurrent auditors should include reporting on the adequacy of internal controls, the accuracy and propriety of transactions, the extent to which assets are accounted for and safeguarded, and the level of compliance with financial norms and procedures of the operational guidelines. The concurrent audit should be carried out both at State as well as District level.

The scope of work of "State Concurrent Auditors" is as follows:

- Audit of the SHSB accounts and expenditure incurred by SHSB
- Verification of Quarterly FMRs with Books of Accounts
- Audit of Advances at the SHSB level
- Audit of the Provisional Utilization Certificates sent to GOI
- Monitoring timely submission of the District concurrent audit reports
- Detailed analysis and compilation of the District concurrent audit reports
- Vetting of the State Action Taken Reports and providing observations thereon
- Follow-up & monitoring over the ATRs prepared by districts on the observations made in the audit
- Preparation of Quarterly Executive summary to be sent to GOI in the prescribed format
- Any other evaluation work, as desired by the State Audit Committee

The scope of work of "District Concurrent Auditors" is as follows:

- Review of the DHS Account and expenditure incurred by the DHS
- Audit of financial Statement of DHS
- Certification of the statement of Expenditure
- Review and analysis of the Age wise and Party wise Advances Report
- Comparison between financial and physical performance and analysis
- Visit to sample blocks (in a way to cover all blocks in a year) and peripheral units
- Filling in the checklist provided
- Vetting of the district ATRs and providing observation thereon
- Any other evaluation works, as desired by the District Audit Committee

It must be ensured that the Audit reports of all the District Health Societies for each month should be submitted by 10th of next month. It should cover the following points as per the checklist & annexure provided:

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Checklist	Annexure
Reporting requirements as per GoI guidelines	Cash Book
Maintenance of Books of Accounts	Budget Control Register
Receipt & Incomes	Assets Register & Stock Register
Payments & Expenditure	Advance tracking register
Asset side of Balance Sheet	Agewise analysis of advances
Liability side of Balance Sheet	Bank Reconciliation Statement
Statement of Expenditure	Fund Receipt Register

The Check list & Annexure above should be prepared by DAM/SAM and duly signed and submitted by the Concurrent Auditor.

3. Frequency:

Concurrent Audit will be carried out on a "monthly basis"

4. Contents of Audit Report:

- (A) Concurrent Audit Report of the "State Health Society Bihar" should contain the following financial statements and documents:
- Duly filled in Checklist provided in the guidelines
 - Financial Statements as prescribed
 - Audited Trial Balance
 - Audited Receipts & Payments A/c
 - Audited Income & Expenditure A/c
 - Audited Balance Sheet
 - Audited SOE (Statement of Expenditure)
 - Bank Reconciliation Statement
 - List of outstanding advances – Activity-wise & Age-wise
 - Statement of reimbursable expenditure
 - Programme-wise statement of expenditure
 - Scheme-wise certified utilization certificates
 - Loan & Advances (Age-wise analysis)
 - Unspent grant of individual programmes
 - Observations and Recommendations of Auditor – particularly covering the following aspects:
 - Deficiencies noticed in internal control
 - Suggestions to improve the internal control
 - Extent of non-compliance with guidelines issued by GoI
 - Action taken by State Health Society on the previous audit observations, alongwith his observations on the same.
- (B) Concurrent Audit Report of a "District Health Society" should contain the following financial statements and documents
- Duly filled Checklist provided in the guidelines
 - Financial statements as prescribed
 - Audited Trial Balance
 - Audited Receipts & Payments A/c
 - Audited Income & Expenditure A/c
 - Audited Balance Sheet
 - Audited SOE (Statement of Expenditure)
 - Bank Reconciliation Statement
 - List of outstanding advances – Activity-wise & Age-wise
 - Statement of reimbursable expenditure

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- Programme-wise statement of expenditure
- Scheme-wise certified utilization certificates
- Loan & Advances (Age-wise analysis)
- Unspent grant of individual programmes
- Observations and Recommendations of Auditor – particularly covering the following aspects:
 - Deficiencies noticed in internal control
 - Suggestions to improve the internal control
 - Extent of non-compliance with guidelines issued by GoI
 - Action taken by District Health Society on the previous audit observations, alongwith his observations on the same.

Notes

- 1 Soft copy of the District Audit Reports needs to be submitted to the Additional Director (Finance) at the State Level (SHSB).
- 2 The reports at district level will include consolidated report of RCH, Additionalities under NRHM, Immunisation and NDCPs. In addition, it should also include instances of misappropriation/unauthorized diversion of funds as noticed during audit.

5. Quarterly Executive Summary:

- The State is required to send a **quarterly executive summary** to the Centre by compiling the observations from the State as well as District Concurrent Audits.
- The executive summary should provide information on aspects like quality of FMRs, maintenance of books of accounts, advances, compliance with audit observations etc.
- It shall be signed by both the concurrent auditor and the Mission Director at the state level and sent to Mission Director, MOHFW.

Section III-Minimum Eligibility Criteria

1 Eligibility Criteria for State Health Society Bihar:

The firms must be-

- empanelled with C&AG;
- registered with Institute of Chartered Accountants of India/ Institute of Cost Accountant of India and have at least 2 fellow members of the Institute of Chartered/Cost Accountants of India;
- their Head offices / Branch Offices should preferably be located in Patna;
- have an average turnover of Rs. 10 lacs p.a in the last three year;
- having experience of more than five years;
- having experience of audit of externally/internally aided projects or social sector projects, other than audit of charitable institutions & NGOs of at least 2 assignment in the last 3 years;
- the firm or any partners of the firm should not be black listed by any PSUs or Govt. Co. or any other organization in respect of any assignment or behavior.

2 Eligibility Criteria for District Health Society:

The firm must be-

- empanelled with C&AG;
- registered with Institute of Chartered Accountants of India/ Institute of Cost Accountant of India and have at least 2 fellow members of the ICAI;
- their Head offices / Branch Offices should be preferably be located in same district or division;
- have an average turnover of Rs. 5 lacs p.a in the last three year;
- having experience of more than three years;
- having experience of audit of externally/internally aided projects or social sector projects, other than audit of charitable institutions & NGOs of at least 2 assignment in the last 3 years;

- the firm or any partners of the firm should not be black listed by any PSUs or Govt. Co. or any other organization in respect of any assignment or behavior.

Any firm not qualifying these minimum criteria need not apply as their proposal shall be summarily rejected.

6. Term of appointment of the Auditor

State Level

- At the State level, the concurrent auditor appointed once may be retained/re-appointed for a maximum of two financial year's i.e. current year and next year.
- However, the Contract awarded is for one year only at a time and may be renewed next year on the basis of review of auditor's performance; but not as a matter of right.

District Level

- At the district level, the concurrent auditor appointed once may be retained/re-appointed for a maximum total term of two financial year's i.e. current year and next year.
- However, the Contract awarded is for one year only at a time and may be renewed next year on the basis of auditor's performance review; but not as a matter of right.
- There is no bar on the auditor from applying for the audit of a different district in the same state for the next year, provided it does not exceed the limit of 30% of the districts in the state, or 8 districts, whichever is lower.

3 Non-Eligibility for Concurrent Audits:

Sub-letting award of contract of audit from applying for the selected firm to the other CA Firms will not be entertained. Such cases if brought into notice/found at any point of time before/after selection, the concerned firms will be debarred from bidding process for next 3 years and contract will be cancelled forthwith and penalty shall also be imposed to the extent of 10% of the amount of the annual contract.

4 Key Times

The key timelines which need to be adhered to are summarized below:

Activity	Timeline
Carrying out concurrent audit	Monthly
Submission of Audit Report (Hard & Soft Copies) by Auditor to SHSB	10th of the next month
Submission of Consolidated Audit Report (Hard & Soft Copies) by Auditor to SHSB	15th of next month
Submission of Consolidated Quarterly Executive Summary Report (Hard & Soft Copies) by Auditor to SHSB	Quarterly by 20th of the first month of the next quarter

5 Coverage:

- The State Concurrent Auditor should ensure coverage of all the districts while the District Concurrent Auditor should ensure that all blocks are covered over the entire year.
- For district containing up to 12 blocks, the District Concurrent Auditor has to ensure that at least one block is covered every month. For districts consisting of more than 12 blocks, it needs to be ensured that every block is covered at least once during the year.
- The District audit plan should include a visit to at least 50% PHCs/CHCs, 3 sub-centers and 3 VHSNCs located within the block selected for visit. The states may decide to increase the scope for the same.
- The audit has to include accounts maintained under RKS and NDGP (wherever applicable).

- District Concurrent Auditor has to ensure that the Revenue Collected from patients on account of Registration Charges, Service Charges etc. and receipt from other services is deposited into Bank Accounts by the auditee offices on weekly basis.

Section IV- Guidelines for Submitting the Proposals:

1. General Guidelines:

Agencies are required to submit the proposal (RFP) (in two separate & sealed cover/envelop) duly writing on Top as proposal for _____ & Last date _____ as per the guidelines and formats detailed out in the following paras:

- The original and all copies of the Technical Proposal shall be placed in a sealed envelope clearly marked "**TECHNICAL PROPOSAL**" Similarly, the original Financial Proposal shall be placed in a separate sealed envelope clearly marked "**FINANCIAL PROPOSAL**" followed by the name of the assignment, and with a warning "**DO NOT OPEN WITH THE TECHNICAL PROPOSAL.**" The envelopes containing the Technical and Financial Proposals shall be placed into an outer envelope and sealed. This outer envelope shall bear the submission address, reference number and title of the Assignment, and be clearly marked "**DO NOT OPEN, EXCEPT IN PRESENCE OF THE STANDING COMMITTEE FOR AUDIT**". The Society shall not be responsible for misplacement, losing or premature opening if the outer envelope is not sealed and/or marked as stipulated. This circumstance may be case for rejection of Proposal. If the Financial Proposal is not submitted in a separate sealed envelope duly marked as indicated above, this will constitute grounds for declaring the Proposal non-responsive.
- Only single firm is eligible to apply, while associations of firms or Joint Ventures of two or more firms are not allowed.
- The interested firm should submit the proposal form with the respective District Health Society Office for which they intend to do the Audit work. The Civil Surgeon-cum-Member Secretary of the respective District Health Society shall evaluate the Technical proposal and finalise the same for opening of financial bids of eligible firms. The Civil Surgeon-cum-Member Secretary of the concerned District Health Society shall be the appointing authority of Concurrent Auditors.
- The firm shall give an undertaking that the team members are proficient in the State's official language (both oral and written).
- It may be noted that a record of the team shall be maintained at the facility visited and team has to collect a certificate of their attendance giving their name, designation and date of visit etc. from the head of that facility.
- A firm should submit only one proposal for one District. If a firm submits or participates in more than one proposal at one place, all such proposals shall be disqualified. However a firm can submit the multiple proposals for multiple locations (viz. more than one Districts and/or State.) but in any case the firm should not assigned the work of more than 30% of total Districts or maximum 8 Districts (including State Unit).
- All agencies must comply with the Technical Specification, General Conditions and Format/ Requirement for Technical and Financial Proposal.
- The Technical Proposal shall be marked "ORIGINAL" or "COPY" as appropriate. All required copies of the Technical Proposal are to be made from the original. If there are discrepancies between the original and the copies of the Technical Proposal, the original governs.
- Financial proposals submitted by the firm in the bid shall be valid for six months from the date of submission to final award of the contract.
- Each page, Form, Annexure and Appendices of the Technical and Financial Proposal must be signed by the authorized signatory of the firm.

- All blank spaces in the financial proposal must be filled in completely where indicated, either typed or written in ink.
- State Health Society Bihar (SHSB) reserve the right to accept or reject any application without giving any explanation and change the evaluation criteria as per its requirements in the interest of the society/organization.

2. Technical Proposal:

- ✦ Letter of Transmittal (*Form T-1*)
- ✦ Details of the Firm along with Details of Partners (*Form T-2, Form T-2A*),
- ✦ Brief of relevant experience (*Form T-3*).

3. Financial Proposal:

- ✦ The financial bid shall be submitted as per Form F-1
- ✦ Percentage (or proportion) of funds involved/turnover shall not be basis for quoting the audit fee.

Submission of Proposals:

The proposal may be submitted to: [For District Health Societies- To the Civil Surgeon-cum-Member Secretary of the concerned District Health Societies as the case may be &

For State Health Society Bihar- To the Executive Director, State Health Society Bihar, Pariwar Kalyan Bhawan, Shikhpura, Patna-800 014]

As instructed by GOI, auditors applying for the audit of different districts in the State for the financial year 2017-18 should not exceed the limit of 8 Districts.

**Executive Director
State Health Society, Bihar**



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Form T-1

Letter of Transmittal

To,

Dear Sir,

We, the undersigned, offer to provide the audit services for Concurrent Audit of State Health Society Bihar, Patna/District Health Society, *[Insert name of Place]* in accordance with your Request for Proposal dated *[Insert Date]*. We are hereby submitting our Proposal, which includes this Technical Proposal, and a Financial Proposal sealed under a separate envelope.

We are submitting our Proposal and declare that all the information and statements made in this Proposal are true and accept that any misinterpretation contained in it may lead to our disqualification.

The prices quoted by us in the Financial Proposal are valid till six months from the date of submission of the quotation. We confirm that this proposal will remain binding upon us and may be accepted by you at any time before the expiry date.

Prices have been arrived independently without consultation, communication, agreement or understanding (for the purpose of restricting competition) with any competitor.

We agree to bear all costs incurred by us in connection with the preparation and submission of the proposal and to bear any further pre-contract costs.

We understand that State Health Society Bihar is not bound to accept the lowest or any proposal or to give any reason for award, or for the rejection of any proposal.

I confirm that I have authority of *[Insert Name of the Chartered/Cost Accountant Firm]* to submit the proposal and to negotiate on its behalf.

Yours faithfully,

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Form T-2

Details of the Firms along with Details of Partners for the audit of the accounts of State Health Society Bihar & District Health Societies on a Monthly Basis

Status of the Firm Partnership ☐ **Sole Proprietorship** ☐

1. (a) Name of the firm (in Capital letters) _____
 (b) Address of the Head Office _____
 (Please also give telephone no. _____
 and e-mail address) _____
 (c) PAN No. of the firm _____
2. Institute of Chartered/Cost Accountants of India Registration No. _____ Region Name _____
 Region Code No. _____
3. (a) Date of constitution of the firm: _____
 (b) Date since when the firms has a full time FCA _____
4. Full-time Partners/Sole Proprietor of the firm as on 1st January, 2017

Sl. No.	Years of continuous association with the firm	Number of FCA	Number of ACA
(a)	Less than one year		
(b)	1 year or more but less than 5 years		
(c)	5 year or more but less than 10 years		
(d)	10 year or more but less than 15 years		
(e)	15 year or more		

Note: Please attach the copy of Firm's Constitution Certificate issued by ICAI as on 01/01/2017

5. Number of Part time Partners if any, as on 1st January, 2017
6. Number of Full time Chartered Accountant as on 1st January, 2017
7. Number of audit staff employed full-time with the firm
 - (a) Articles/Audit Clerks _____
 - (b) Other Audit Staff (with knowledge of book keeping and accountancy) _____
 - (c) Other Professional Staff (Please specify) _____
8. Number of Branches if any (Please mention Places & locations): _____

[Signature]

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9. Whether the firm is engaged in any internal or External audit or any other services providing to any Govt. Company/Corporation or co-operative institution etc.

Yes/No

(If yes, details may be given as per form T-3)

10. Whether the firm is implementing quality control

Policies and procedures designed to ensure that all audits are conducted in accordance with

Yes/No

Auditing, Review & other Standard issued by Institute of Chartered/Cost Accountants of India.

(If yes, a brief note on the procedure adopted is to be enclosed)

11. Whether there are any court/arbitration/any other legal case against the firm

Yes/No

(If yes, give a brief note of the case indicating its present status)

Undertaking

I/We do hereby declare that the above mentioned informations are true & correct and I/We also undertake to abide the terms & condition of the contract and would make compliance of terms laid-down in the contract if executed by us with the State.

Date:

Place:

Signature of Proprietor/Sole Partner



Details of Firms, Partners, Partners, Branches Turnover etc.

Sl. No.	Criteria	Details	Remarks
1.	No. of Partners- FCA/ACA		
2.	Year of experience: Partner A + Partner B + Partner C + Partner D +.....		
3.	Year of Partners associated with the firm: Partner A + Partner B + Partner C + Partner D +.....		
4.	No. of Staff:		
	i. Qualified		
	ii. Semi-Qualified		
	iii. Others		
5.	Nature of experience: (giving Turnover/Project Cost/Years of experience of the entities/projects audited)		
	i. RCH audit		
	ii. Govt. Social Sector Audit		
	iii. Other Social Sector Audit		
6.	No. of Branches		
7.	Total turnover of the firm in last three years		
Note: CA firms will also provide their latest Certificate of Firm Constitution as on 1st January 2017 of the current year issued by Institute of Chartered/Cost Accountants of India and their latest Income Tax Return duly acknowledge by IT Department. Firm not able to provide these two documents will not be considered.			
Name of the Member		Signature with date	



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Form T-3

Brief of Relevant Experience

A. Experience of audit in relation to Externally Aided Projects/Social Sector Projects (Excluding the audit of Charitable Institutions and NGOs)						
Sl. No.	Name of the Auditee Organisation	Grant-in Aids handled of the auditee organization	Type/Nature of Assignment	Scope & Coverage of the Assignment	Duration of Completion of Assignment	Proof of the letter of work of Assignment awarded by the Auditee Organisation (Please attach a copy of the letter)

B. Experience of audit in Commercial/PSUs etc						
Sl. No.	Name of the Auditee Organisation	Grant-in Aids handled of the auditee organization	Type/Nature of Assignment	Scope & Coverage of the Assignment	Duration of Completion of Assignment	Proof of the letter of work of Assignment awarded by the Auditee Organisation (Please attach a copy of the letter)

[Signature]

FORMAT FOR FINANCIAL BID

Item of Activity	Total Amount (in Rs.)
AUDIT FEE PER MONTH (Inclusive of TA/DA, Service Tax and cess of Service Tax, GST)	Both in Numeric and in Words. Rs. _____/- (Rupees _____).
Note: Percentage of funds involved shall not be a basis of quoting the Audit Fee.	

*Breakup of the Audit Fee quoted above must be provided as per following format: **

Sl. No.	Particulars	Amount
1.	Audit of State Headquarter of SHSB and other state level implementing units	
2.	Audit of Consolidated Financial Statement of State and District Health Societies	
3.	Service Tax	
4.	TA/DA	
5.	Others, if any	
	TOTAL	

* To be arrived at based on the estimated man days for each category of staff proposed for the assignment.



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**ELIGIBILITY CRITERIA & TECHNICAL EVALUATION
(FOR STATE HEALTH SOCIETY)**

Sl. No.	Particulars*	Minimum Criteria	Max Marks	Evaluation Criterion
1.	Number of Full Time Fellow Partners associated with the firm for not less than three years (As per certificate of Institute of Chartered/Cost Accountants of India as on 01.01.2017)	2 FCAs	10	5 marks per FCA
2.	Experience of the Firm (More than 5 years)	5 years	5	
3.	Turnover of the firm (Average annual in last three financial years.)	Minimum Rs. 10 Lakhs	5	
4.	Nature of Experience			
	1. Govt. Social Sector Audit		15	3 marks per audit
	2. Number of Internal Audit assignments of Corporate/PSUs entities except Bank Branch Audit		15	3 marks per audit
	TOTAL		50	
	Name of Member	Signature/ Designation/date		

***Supporting Documents for Eligibility Criteria:** Following supporting documents must be submitted by the firm along with the technical proposal:

- For S. No. 1 & 2 , the firm must submit an attested copy of Certificate of Institute of Chartered/Cost Accountants of India as on 01.01.2017
- For S. No. 3, the firm must submit a copy of the Audit Report along with Income & Expenditure/Receipt & Payment Account & Balance Sheet for the last three years and copy of Service Tax Return.
- For S. No.4, the firm must submit a copy of the appointment letters from the auditee organizations in support of assignments.



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**ELIGIBILITY CRITERIA & TECHNICAL EVALUATION
(FOR DISTRICT HEALTH SOCIETIES)**

Sl. No.	Particulars*	Minimum Criteria	Max Marks	Evaluation Criterion
1.	Number of Full Time Fellow Partners associated with the firm for not less than three years (As per certificate of Institute of Chartered/Cost Accountants of India as on 01.01.2017)	2 FCAs	10	5 marks per FCA
2.	Experience of the Firm (More than 3 years)	3 years	5	
3.	Turnover of the firm (Average annual in last three financial years.)	Minimum Rs. 5 Lakhs	5	
4.	Nature of Experience			
	1. Govt. Social Sector Audit		15	3 marks per audit
	2. Number of Internal Audit assignments of Corporate/PSUs entities except Bank Branch Audit		15	3 marks per audit
	TOTAL		50	
	Name of Member	Signature/ Designation/date		

- *Supporting Documents for Eligibility Criteria:** Following supporting documents must be submitted by the firm along with the technical proposal:
- For S. No. 1 & 2, the firm must submit an attested copy of Certificate of Institute of Chartered/Cost Accountants of India as on 01.01.2017
 - For S. No. 3, the firm must submit a copy of the Audit Report along with Income & Expenditure/Receipt & Payment Account & Balance Sheet for the last three years and copy of Service Tax Return.
 - For S. No.4, the firm must submit a copy of the appointment letters from the auditee organizations in support of assignments.

As instructed by GOI, auditors applying for the audit of different districts in the State for the financial year 2017-18 should not exceed the limit of 8 Districts.





Selection Process of the Auditor:

The firm must achieve at least 65% of the marks to qualify on technical parameters for the purpose of the audit of State health Society and District Health Societies. In case after the technical evaluation, if no bidding firm gets the minimum 65% marks than top three firms are to be taken into consideration for financial bid. If there are only one or two firms then they may be considered.

A two-stage procedure shall be adopted in evaluating the proposals. The selection will be done using Quality-cum-Cost Based Selection (QCBS) process. 70% weightage would be given to the Technical Evaluation and 30% weightage would be given to the financial bid.

First Stage:

- i. Only Technical Proposals shall be opened first for all the firms.
- ii. Thereafter, a technical evaluation shall be carried as per the evaluation parameters provided in the "Eligibility Criteria & Technical Evaluation" section.
- iii. The technical proposal scoring at least 65% of the marks shall be considered as "Qualified on Technical Parameters". A Proposal shall be rejected at this stage if it does not respond to important aspects of the RFP and particularly the Terms of Reference or if it fails to achieve the minimum technical score (i.e. at least 65%).

Second Stage:

- i. Financial Proposals shall be opened only for those firms who have Qualified on Technical Parameters (i.e. secured at least 65% of maximum marks on evaluation criteria). Financial Proposals of the firms which have not qualified on technical parameters shall be returned unopened after the completion of selection process.

- ii. Quality-cum-Cost Based Selection (QCBS) process shall be followed as under:

Once the Technical points have been allotted and finalized 70% of such points shall be allotted to the respective bidding firm and after opening of the Financial Bid the amount of quoted Audit Fee shall be mentioned against the respective Chartered/Cost Accountant firms. 100 Marks shall be allotted to the firm quoting the minimum Financial Bid and the rest will be awarded points on proportionate basis.

Award of Contract:

On completion of selection process, the firm selected shall be eligible for award of the contract of audit of SHSB as well as audit of DHS. The firm should execute a Contract with State Health Society Bihar (SHSB) or District Health Societies (DHS) as the case may be within one week of the award. The firm shall enter in to an agreement with SHSB/DHS.

