

Separate Audit Report of the Comptroller and Auditor General of India on the accounts of the National Institute of Technology, Uttarakhand for the year ended 31 March, 2020

We have audited the attached Balance Sheet of the National Institute of Technology, Uttarakhand, Srinagar (Institute) as on 31 March, 2020, the Income and Expenditure Account and Receipts and Payments Account for the year ended on that date under Section 19(2) of the Comptroller and Auditor General's (Duties, Powers & Conditions of Service) Act, 1971 read with Section 22(2) of the National Institutes of Technology Act, 2007 as amended in 2012. These financial statements are the responsibility of the Institute's Management. Our responsibility is to express an opinion on these financial statements based on our audit.

2. This Separate Audit Report contains the comments of the Comptroller and Auditor General of India (C&AG) on the accounting treatment only with regard to classification, conformity with the best accounting practices, accounting standards and disclosure norms, etc. Audit observations on the financial transactions with regard to compliance with the Law, Rules and regulations (Propriety and Regularity) and efficiency-cum-performance aspects etc., if any, are reported through Inspection Reports/C&AG's Audit Reports separately.

3. We have conducted our audit in accordance with auditing standards generally accepted in India. These standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatements. An audit also includes examining, on a test basis, evidences supporting the amounts and disclosure in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall presentation of financial statements. We believe that our audit provides a reasonable basis for our opinion.

4. Based on our audit, we report that:

(i) We have obtained all the information and explanations, which to the best of our knowledge and belief were necessary for the purpose of our audit;

(ii) The Balance Sheet, Income and Expenditure Account and Receipts and Payments Account dealt with by this report have been drawn up in the format of financial statements for Central Higher Educational Institutions approved by the Ministry of Human Resources Development.

(iii) In our opinion, proper books of accounts and other relevant records have been maintained by the Institute as required under Section 22(1) of the National Institutes of Technology Act, 2007 as amended in 2012, in so far as it appears from our examination of such books.

(iv) We further report that:

(A) General

(A.1) The Institute, in contravention of the MHRD format, included the assets valuing ₹ 13.41 lakh of purchased out of funds of sponsored projects in the assets of the Institute.

(A.2) The Institute has not made Provision for retirement benefits on actuarial basis as required in AS-15.

(A.3) The Institute did not reflect details of Bank accounts as Annexure 'A' to schedule-7.

(B) Grants-in-aid

The Institute received Grant-in-aid of ₹ 25.33 Crore from Ministry of Education (MoE) and earned interest thereon ₹ 1.49 Crore and also generated internal income of ₹ 12.13 crore during the year 2019-20. After taking opening balance of ₹ 85.63 crore, the total funds available worked out to ₹ 124.58 crore. The Institute utilized ₹ 34.72 Crore (₹ 31.07 crore from Grant, ₹ 1.78 crore utilized from Internal income & interest refunded to MoE ₹ 1.87 crore) and leaving a balance of ₹ 89.86 crore as on 31st March 2020.

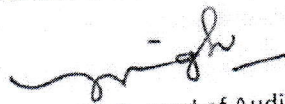
(v) Subject to our observation in the preceding paragraphs, we report that the Balance Sheet, Income and Expenditure Account and Receipts and Payments Account dealt with by this report are in agreement with the books of accounts.

(vi) In our opinion and to the best of our information and according to the explanations given to us, the said financial statements read together with the Accounting Policies and Notes on Accounts, and subject to the significant matters stated above and other matters mentioned in Annexure to this Audit Report give a true and fair view in conformity with accounting principles generally accepted in India.

a. In so far as it relates to the Balance Sheet, of the state of affairs of the National Institute of Technology, Uttarakhand as at 31 March, 2020 and

b. In so far as it relates to Income and Expenditure Account of the 'surplus' for the year ended on that date.

For and on behalf of the C&AG of India



Director General of Audit (Central)

Place: Lucknow

Date: 18.3.2021

Annexure

1. Adequacy of Internal Audit System

Internal audit wing does not exist as such the internal audit of the Institute has not been conducted for the year 2019-20.

2. Adequacy of Internal Control System

The internal control system is characterised by non fulfilment of vacant posts as there are 51 posts vacant out of 181.

3. System of Physical Verification of Fixed Assets

Physical verification of fixed assets was carried out for the year 2019-20.

4. System of Physical Verification of Inventories

Institute reported that the 'Management of Inventory does not exist'.

5. Regularity in payment of statutory dues

The Institute is regular in payment of statutory dues.



Director (CE)