

Separate Audit Report of the Comptroller & Auditor General of India on the Accounts of Indian Institute of Technology, Jodhpur for the year ended 31 March 2021

We have audited the attached Balance Sheet of Indian Institute of Technology, Jodhpur (IITJ) as on 31 March 2021, the Income and Expenditure Account and the Receipts and Payments Account for the year ended on that date under Section 19(2) of the Comptroller & Auditor General's (Duties, Powers & Conditions of Service) Act, 1971 read with Section 23(2) of IIT Act, 1961 and IIT (Amendment) Act, 2012. These financial statements are the responsibility of IIT's management. Our responsibility is to express an opinion on these financial statements based on our audit.

2. This Separate Audit Report (SAR) contains the comments of the Comptroller & Auditor General of India (CAG) on the accounting treatment only with regard to classification, conformity with the best accounting practices, accounting standards, disclosure norms, etc. Audit observations on financial transactions with regard to compliance with the law, rules & regulations (Propriety and Regularity) and efficiency-cum-performance aspects, etc., if any, are reported through Inspection Reports/CAG'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 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 approved by Ministry of Human Resource Development, Government of India (GoI) vide order No.29-4/2012-FD dated 17 April 2015.

iii. In our opinion, proper books of accounts and other relevant records have been maintained by the IITJ as required in so far as it appears from our examination of such books.

iv. We further report that:

Comments on accounts:

A. General

A. Receipts and Payments Account: ₹ 595.45 crore

(i) The receipt and payment account showed various non-cash items as these are not actual receipts or payments during the year 2020-21 as mentioned below:

Payments side:

a. Accrued Interest: Interest earned on FDR of Corpus Fund during the year 2020-21: ₹ 4,83,12,729 (as shown in Schedule-13 "Interest Earned").

b. Amount Receivable from External Agency: ₹ 52,08,503

c. TDS Receivable: ₹ 23,83,057

(ii) In some items opening and closing balances are shown in place of actual receipts and payments during the year i.e. (i) Advance to Project: ₹ 1,60,00,000 and Advance from Projects: ₹ 9,72,92,000; (ii) TDS/TCS: ₹ 9,14,783 (Opening Balance) and TDS Receivable: ₹ 23,83,957 (Closing Balance).

B. Grants-in-aid

During the year 2020-21, IITJ received grant-in-aid of ₹ 151.53 crore (Grants received: ₹ 151.41 crore and interest thereon: ₹ 0.12 crore) from the Ministry of Education, GoI. Unspent grant of ₹ 9.80 crore was available at the beginning of the year. Out of total available grant-in-aid of ₹ 161.33 crore, IITJ could utilise a sum of ₹ 150.95 crore leaving unspent balance of ₹ 10.38 crore at the end of March 2021.

C. Management Letter

Deficiencies, which have not been included in the SAR, have been brought to the notice of the Management through a management letter issued separately for remedial/corrective action.

(v) Subject to our observations in the preceding paragraphs, we report that the Balance Sheet, Income and Expenditure Account and Receipts and Payments Account dealt with 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 SAR 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 IITJ as at 31 March 2021; and
- b. In so far as it relates to Income and Expenditure Account of the deficit for the year ended on that date.

For and on behalf of the C&AG of India

Place: Ahmedabad

Date:

V.N. Kothari

Principal Director of Audit (Central) Ahmedabad

**Annexure to Separate Audit Report on the accounts of the Indian Institute of Technology,
Jodhpur for the year 2020-21**

1. Adequacy of Internal Audit System

The scope of Internal Audit was *inter alia* includes checking of day to day all financial transactions so as to ensure compliances related to GFR, Accounting Standards, classification and arithmetic accuracy of the records with compliances related to various laws. There was Internal Audit Wing in the IITJ which execute pre-audits all the financial transactions.

2. Adequacy of Internal Control

Internal control/check system was not adequate due to the following reasons:

- (i) As per office memorandum no. 994 dated 20.9.2017, any item of fixed asset acquired or purchased or constructed by GoI on or after 1 April 2018 should be recognised and recorded in the Asset Register (New). Scrutiny of records of IITJ revealed that Institute has not adopted new format of Asset Register.
- (ii) As on 31 March 2021, 63 entries of Bank Accounts were lying pending for settlement from one to eight years.

3. Physical Verification of Fixed Assets

Physical Verification of Fixed Assets for the year 2020-21 was under progress.

4. Physical Verification of Inventory

No inventory was available at the end of the year.

5. Regularity in payment of Statutory dues

The Statutory dues were being paid regularly by IITJ.