



महानिदेशक लेखापरीक्षा (केंद्रीय) का कार्यालय  
सैफाबाद, हैदराबाद - ५०० ००४

OFFICE OF THE  
DIRECTOR GENERAL OF AUDIT (CENTRAL)  
SAIFABAD, HYDERABAD - 500 004.

No.DGA(C)/CEA/Unit-II/IIITDM/SAR.2018-19/2021-22 /12

Date: 16.06.2021

सेवा में

सचिव,

भारत सरकार, शिक्षा मंत्रालय,

उच्च शिक्षा विभाग, 'सी' विंग, शास्त्री भवन, डॉ. राजेन्द्र प्रसाद रोड

नई दिल्ली - 110 001

महोदय,

विषय: भारतीय सूचना प्रौद्योगिकी, अभिकल्पना और विनिर्माण संस्थान, कुरनूल के वर्ष  
2018-19 के लेखों पर पृथक लेखापरीक्षा प्रतिवेदन

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Separate Audit Report (SAR) on the Accounts of Indian Institute of Information Technology, Design and Manufacturing, Kurnool, for the year 2018-19, Annexure to SAR and one copy of the Annual Accounts of the Institute for the year 2018-19, are forwarded herewith for placing before the Parliament.

The dates of presentation of Separate Audit Report in both the Houses of Parliament may please be intimated.

Receipt of this letter along with the enclosures may kindly be acknowledged.

भवदीय,

संल: यथोपरि

Sd/-

Director General of Audit (Central)

Endt. No.DGA(C)/CEA/Unit-II/IIITDM/SAR.2018-19/2021-22

Date: 16.06.2021

- ✓ Copy to the Director, Indian Institute of Information Technology, Design and Manufacturing, Kurnool, Jagannathagattu, Dinnedevarepadu, Kurnool – 518007, Andhra Pradesh for the year 2018-19, along with one copy of Annual Accounts for the year 2018-19 (English version), with a request to furnish Hindi version of the approved Annual Accounts 2018-19 (2 sets) to this Office.

संल: यथोपरि

Dy. Director/CEA

**Separate Audit Report on the Accounts of Indian Institute of Information Technology, Design and Manufacturing, Kurnool, for the year ended 31 March 2019**

We have audited the attached Balance Sheet of the Indian Institute of Information Technology, Design and Manufacturing, Kurnool, as at 31 March 2019, Income & Expenditure Account and Receipts & Payment 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. 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 & Auditor General of India (CAG) on the accounting treatment only with regard to classification, conformity with the best accounting practices, accounting standards and 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 disclosures 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 & Expenditure Account and Receipts & Payment Account dealt with by this report have been drawn up in the format approved by Ministry of Education, Government of India.

iii. In our opinion, proper books of accounts and other relevant records have been maintained by the Institute as required under Finance Bye-Law 31 of the Institute, in so far as it appears from our examination of such books.

iv. We further report that:

**A. General**

1. Cash book and General Ledger in respect of corpus fund were not furnished to audit.
2. It is observed that Academic building, Boys hostel, Girls Hostel, dining hall were occupied by the Office staff and students. These buildings were not transferred to fixed Assets and these were shown under WIP. This needs to be reconciled.

**B. Grants-in-aid including internal receipt**

During the year, the Institute received Grant-in –aid of ₹ 23.36 crore. There was an unspent balance of ₹ 9.25 crore of previous year. Thus out of total available funds of ₹ 32.61 crore an amount of ₹ 5.36 was utilized leaving a balance of ₹ 27.25 crore.

v. Subject to our observations in the preceding paragraphs, we report that the Balance Sheet, Income & Expenditure Account and Receipts & 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 the 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 Indian Institute of Information Technology, Design and Manufacturing, Kurnool, as at 31 March 2019; and
- b. In so far as it relates to Income & Expenditure Account of the *Surplus* for the year ended on that date.



**Director General of Audit (Central)**

## ANNEXURE

**1. Adequacy of Internal Audit System:** The internal audit system is not adequate as there is no separate internal audit wing in the Institution.

**2. Adequacy of Internal Control System:** The Internal Control System was not adequate due to the following:

- i. Bank reconciliation statements were not being prepared regularly in respect of three bank accounts.
- ii. R&P account is not prepared as per MoE format.
- iii. Note to accounts and Significant accounting policies (Schedule 23 and 24) were not appended to the annual accounts.
- iv. Non-adoption of cash book balances in annual accounts.
- v. Fixed Deposit Register was not maintained.
- vi. Non-maintenance of fee records.
- vii. Variation of unutilized balances of GIA between annual accounts and utilization certificates.

**3. System of Physical verification of fixed assets:** Physical verification of fixed assets was conducted for the year 2018-19.

**4. System of Physical verification of Inventory:** Physical verification of Inventory was completed for the year 2018-19.

**5. Regularity in payment of statutory dues:** Income tax of ₹ 75,000, Profession Tax ₹ 30,984, GPF of ₹ 87,656 and TDS on GST of ₹ 13,070 were not remitted as on 31.03.2019.

  
Dy. Director/CEA