



भारतीय लेखा परीक्षा और लेखा विभाग  
महानिदेशक लेखा परीक्षा (केंद्रीय) का कार्यालय  
सी-२३, लेखा परीक्षा भवन, आयकर भवन के पीछे,  
बांद्रा कुला कॉम्प्लेक्स, बांद्रा (पूर्व), मुंबई - 400051.  
टेली/: (EPBX) (022)-  
26572907 फैक्स/: 26572451

क्र.म.नि.ले.प.(के.)/ना.एवं.स्वा.नि./एस.ए.आर/21-22/IIT Nagpur/ 490  
दिनांक:- 05.09.2022  
सेवा में,  
सचिव, भारत सरकार  
मानव संसाधन विकास मंत्रालय,  
उच्च शिक्षा विभाग, शारती भवन,  
नई दिल्ली - 110001.

विषय - वर्ष 2021-22 के लिए भारतीय सूचना प्रौद्योगिकी संस्थान नागपुर के लेखों पर पृथक लेखापरीक्षा प्रतिवेदन।

महोदय,

31 मार्च 2022 को समाप्त वर्ष के लिए भारतीय सूचना प्रौद्योगिकी संस्थान नागपुर, के लेखों पर पृथक लेखापरीक्षा प्रतिवेदन निम्नलिखित दस्तावेजों के साथ संसद के दोनों सदनों की पटल पर प्रस्तुत करने हेतु अग्रेषित किया जा रहा है।

- (i) वर्ष 2021-22 के लिए वार्षिक लेखे
  - (ii) अनुबंधक सहित लेखापरीक्षा प्रतिवेदन-उह-लेखापरीक्षा प्रमाण पत्र कृप्या संसद में प्रस्तुत दस्तावेजों की प्रतियां एवं सदनों में उनकी प्रस्तुति की तिथि के सम्बन्ध में सूचना इस कार्यालय को अग्रेषित की जाए।
- कृपया पत्र की प्राप्ति की सूचना दे।

(यह पत्र महानिदेशक केन्द्रीय के अनुमोदनार्थ भेजा जा रहा है।)

भवदीय,

संलग्नक: यथोपरि

Sd/-

उपनिदेशक/ना.एवं.स्वा.नि

✓ क्र.म.नि.ले.प.(के.)/ना.एवं.स्वा.नि./एस.ए.आर/21-22/IIT Nagpur/ 492

दिनांक:- 05.09.2022

सेवा में,  
निदेशक,  
भारतीय सूचना प्रौद्योगिकी संस्थान ( Indian Institute of Information Technology), Nagpur

Survey no.140,141/1, Behind Br.Sheshrao  
Wankhede Shetkari Sahkari Soc. Girni, Village-Waranga  
Po-Dongargaon(Butibori), Tehsil. Nagpur(Rural),  
नागपुर - 441108

नागपुर - 440 006

अनुबंधक के साथ पृथक लेखापरीक्षा प्रतिवेदन की एक प्रतिजानिकारी एवं आवश्यक कार्यवाही हेतु अग्रेषित की जा रही है।  
संसद में दस्तावेजों की प्रस्तुति की तिथि एवं उनकी प्रतिलिपि इस वार्षिक योग्यताय को प्रस्तुत की जाए।

DT. 09 SEP 2022

No. 553 Ms. Shilpa  
1/1

*Chintan* 09/2022  
उपनिदेशक/ना.एवं.स्वा.नि

**Separate Audit Report of the Comptroller and Auditor General of India on  
the Accounts of the Indian Institute of Information Technology, Nagpur for  
the year ended 31 March 2022.**

We have audited the attached Balance Sheet of the Indian Institute of Information Technology, Nagpur ('the Institute') as at 31 March 2022, the Income & Expenditure Account and Receipt & Payment Account for the year ended on that date under Section 20(1) of the Comptroller and Auditor General's (Duties, Powers and Conditions of Service) Act, 1971 read with Section 28 of the Indian Institutes of Information Technology (Public-Private Partnership) Act, 2017. The audit was entrusted for the period from 2016-17 to 2020-2021. 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 (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 and 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, the Income & Expenditure Account and the Receipt & Payment Account dealt with by this report have been drawn up in the new format prescribed by the Ministry of Human Resource Development, Government of India vide Order No.29-4/2012-IFD dated 17 April 2015 .
- iii. In our opinion, proper books of accounts and other relevant records have been maintained by the Institute as required under Section 28 of the Indian Institutes of Information Technology (Public-Private Partnership) Act, 2017 in so far as it appears from our examination of such books.
- iv. We further report that:

**A. Balance Sheet**

**A.1 Liabilities**

**A.1.1 Corpus/Capital Fund (Schedule 1) ₹142.44 crore**

Above head included ₹ 11.60 crore on account of utilization of grants-in-aid from Government of India and state government to the extent utilised for capital expenditure which in turn included advance on capital account of ₹ 4.72 crore given during the year. As advance itself is not utilization of grants-in-aid, depicting the advance on capital account as utilization for capital expenditure resulted in overstatement of Corpus/Capital fund to the extent of ₹ 4.72 crore with consequent

understatement of unutilized grants-in-aid under the head other current liabilities under current liabilities and provisions (Schedule 3).

## B      Income & Expenditure account

### B.1 Income

#### B.1.1      Academic Receipt (schedule 9) - Fees from student-Academic fees-

##### **Tuition fees-₹ 15.96 crore**

The Institute accounted tuition fees of ₹ 280.83 lakh pertaining to the period between April 2022 and June 2022 in respect of 4th, 6th & 8th semesters as income for the year under academic receipts (sch-9) in contravention to the accrual system of accounting.

This has resulted in overstatement of income to the extent of ₹ 280.83 lakh with consequent understatement of current liabilities & provision (Schedule 3) to the same extent.

### B.2      Expenditure

#### B.2.1      Academic Expenses (Schedule 16) – Expenses on seminars/workshop ₹0.52 Crore

Above head included expenditure incurred of ₹ 1.59 lakh on account of purchase of digital language lab software with life-time perpetual license. As digital language lab software is an intangible asset, the same required to be capitalized in the books of accounts instead of accounting the same as revenue expenditure. This has resulted in overstatement of expenditure to the extent of ₹ 0.95 lakh (after allowing depreciation at the rate of 40 per cent of ₹ 0.64 lakh) with consequent understatement of fixed asset to the same extent.

### **C. General Comments**

#### **1. Non-disclosure of retirement gratuity facts in notes to accounts.**

Ministry of Education vide O.M No. F.No. 19-1/2017-IFD dated 27 January 2022 has clarified that Autonomous bodies may adopt Payment of Gratuity Act, 1972 administered by the Ministry of Labour and Employment and the issue relating to implementation of Payment of Gratuity Act may be taken up directly with Ministry of Labour and Employment either by the concerned autonomous body or through Ministry of Education. Further, IFD, Department of Higher Education, Ministry of Education, to ensure a uniform position across all ABs, has moved a proposal for seeking the approval of Ministry of Labour and Employment. The Institute has made provision in respect of gratuity to the employees covered under NPS. However, gratuity can be given to the employees of the ABs only if approved by the Ministry of Labour and Employment. Hence, in view of the above, the above facts should have been disclosed in notes to accounts.

### **D. Grants-in-Aid**

Out of the total available grants-in-aid of ₹ 16.17 crore (₹5.00 crore Capital grant & ₹0.85 crore general revenue grant, interest of ₹ 0.30 crore received on unspent capital grant, ₹10.03 crore opening balance as per Balance Sheet), the Institute utilized an amount of ₹ 8.60 crore on capital expenditure and ₹ 0.85 crore on revenue expenditure thus, leaving a balance of ₹6.72 crore as unspent capital grants-in-aid.

During the year, the Institute had incurred revenue expenditure of ₹ 7.66 crore (₹ 9.76 crore – ₹ 1.96 crore depreciation charged – ₹ 0.14 crore provision for gratuity)

and the excess expenditure of ₹ 6.81 crore was met from the internally generated revenue of ₹ 21.02 crore (₹ 21.87 crore – ₹ 0.85 crore).

The Institute also received a grant of ₹3.00 crore during the year 2020-21 from Government of Maharashtra. Out of this, ₹1.88 crore had been received during the previous year and the remaining ₹1.12 crore grant receivable has been received by the institute in 2021-22. The entire amount was treated as utilized as capital expenditure during the year 2021-22.

In respect of utilization of capital grants-in-aid of ₹ 8.60 crore depicted by the Institute in its utilization certificate, ₹ 4.72 crore was advance on capital account to the contractor.

v. Subject to our observations in the preceding paragraphs, we report that the Balance Sheet, the Income & Expenditure Account and Receipt & Payment 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 the Indian Institute of Information Technology, Nagpur as at 31 March 2022, and*

(b) In so far as it relates to the Income & Expenditure Account, of the surplus for  
the year ended on that date.

For and on behalf of the

Comptroller & Auditor General of India



Director General of Audit (Central)

Place: Mumbai

Date: 05.09.2022

**Annexure**

<b>1</b>	<b>Adequacy of Internal Audit System</b>  The Institute has not established internal audit wing. However Internal Audit was conducted by Chartered Accountant's firm during the year 2021-22.
<b>2</b>	<b>Adequacy of Internal Control System</b>  Internal control system of the Institute is not adequate on the following grounds: <ul style="list-style-type: none"><li>• Depiction of advance on capital account as utilization of grant.</li><li>• Non-capitalization of fixed asset</li><li>• Non preparation of accounts as per accrual basis.</li></ul>
<b>3</b>	<b>Physical verification of Assets</b>  Physical verification of assets has been conducted by the Institute during the year.
<b>4</b>	<b>System of Physical verification of Inventory</b>  Physical verification of stores and stock has been conducted by the Institute.
<b>5</b>	<b>Regularity in payment of statutory dues.</b>  The Institute is regular in payment of Statutory dues.



K.P. Jaiswal  
Director General of Audit (Central)