



भारतीय लेखापरीक्षा और लेखा विभाग
INDIAN AUDIT & ACCOUNTS DEPARTMENT
प्रधान निदेशक लेखापरीक्षा (केन्द्रीय) का कार्यालय, मुंबई^{५८८१०५१}
O/o the PRINCIPAL DIRECTOR OF AUDIT (CENTRAL), MUMBAI
C-25, Audit Bhavan, Bandra Kurla Complex, Mumbai- 400 051 e-mail -
pdacentralmumbai@cag.gov.in



क्र. प्र.नि.ले.प.(के.)/ना.एवं.स्वा.नि./एस.ए.आर/2023-24/भा.सू.प्रौ.सं. नागपुर/~~३७७~~

दिनांक: ०६/०३/२०२४

सेवा में,
सचिव, भारत सरकार
शिक्षा मंत्रालय, उच्च शिक्षा विभाग,
शास्त्री भवन, नई दिल्ली – 110001.

विषय - वर्ष 2023-24 के लिए भारतीय सूचना प्रौद्योगिकी संस्थान नागपुर के लेखों पर पृथक लेखापरीक्षा प्रतिवेदन।

महोदय,

31 मार्च 2024 को समाप्त वर्ष के लिए भारतीय सूचना प्रौद्योगिकी संस्थान नागपुर के लेखों पर पृथक लेखापरीक्षा प्रतिवेदन निम्नलिखित दस्तावेजों के साथ संसद के दोनों सदनों के पटल पर प्रस्तुत करने हेतु अग्रेषित किया जा रहा है।

- i. वर्ष 2023-24 के लिए वार्षिक लेखें
- ii. अनुबंधक सहित लेखापरीक्षा प्रतिवेदन-सह-लेखापरीक्षा प्रमाण पत्र
2. 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।
3. यह पत्र प्रधान निदेशक लेखा परीक्षा (केन्द्रीय) के अनुमोदन से जारी किया जा रहा है।

भवदीय,

संलग्नक: यथोपरि

-sd-

निदेशक/ना.एवं.स्वा.नि.

क्र. प्र.नि.ले.प.(के.)/ना.एवं.स्वा.नि./एस.ए.आर/2023-24/भा.सू.प्रौ.सं. नागपुर/~~३७७~~

दिनांक: ०५/०३/२४

✓ निदेशक,
भारतीय सूचना प्रौद्योगिकी संस्थान, सेमिनरी हिल्स, नागपुर - 440 006 *Survey No-100/141/1, Vill- Wazanga, P.O- Dongargaoon (Bulibori)*
अनुबंधक के साथ प्रथक लेखापरीक्षा प्रतिवेदन की एक प्रति जानकारी एवं आवश्यक कार्यवाही हेतु अग्रेषित की जा रही है।
संसद में दस्तावेजों की प्रस्तुति की तिथि एवं उनकी प्रतिलिपि इस कार्यालय को प्रस्तुत की जाए।

S. Chintamani
निदेशक/ना.एवं.स्वा.नि.
५३१२०२४

**Separate Audit Report of the Comptroller and Auditor General of India on the
Accounts of the Indian Institute of Information Technology (IIIT), Nagpur for
the year ended 31 March 2024.**

We have audited the attached Balance Sheet of the Indian Institute of Information Technology, Nagpur (IIIT), Nagpur as at 31 March 2024, the Income & Expenditure Account and Receipts & Payments Accounts for the year ended on that date, under Section 19(2) of the Comptroller and Auditor General's (Duties, Powers and 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 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 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/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, evidence 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 Receipts & Payments Account dealt with by this report have been drawn up in the format prescribed by the Ministry of Education (formerly known as Ministry of Human Resource Development), Govt. of India vide order no.29-4/2012-IFD dt.17 April 2015.

iii. In our opinion, proper books of accounts and other relevant records have been maintained by the Institute as required under Rule 18 of its Memorandum of Association insofar as it appears from our examination of such books.

iv. We further report that:

A. Balance Sheet

A.1 Assets

A.1.1. Schedule 4: Fixed Assets -₹109.34crore

The Institute received two commercial three-wheeler electric vehicles (E-Rikshaws) valued at ₹3.20 lakh and two sets of green gym valued at ₹5.30 lakh totaling to ₹8.50 lakh during the year 2023-24 as donation from SBI. However, the Institute did not treat the said gifts as assets and were not shown under Other Fixed Assets (Schedule 4D).

This has resulted in understatement of Fixed Assets (Schedule 4) as well as Corpus Fund (Schedule 1) by ₹7.78 lakh and understatement of expenditure by ₹0.72 lakh in the Income & Expenditure Account on account of depreciation.

B. Receipt and Payment Account

B.1 Incorrect depiction of bank balances

As per Schedule 7(3) read with (Annexure A) – in r/o Current Assets, the Institute has depicted closing balance of savings account at ₹1.67 lakh, current account at ₹60.52 lakh and term deposit at ₹105.08 crore respectively. However, in Receipt & Payment Account, instead of showing the above balances separately, combined total of these two accounts were shown at ₹62.19 lakh (₹1.67 lakh + ₹60.52 lakh) under the heading Current Account.

Similarly, under Schedule-VI of Receipt and Payment Account, the Term Deposit with Scheduled Bank was shown as ₹ 104.55 crore instead of the correct balance of ₹105.08 crore shown in Schedule 7(3)(A). This needs to be reconciled.

C. General Comments

C.1 Non-disclosure of grants receivable.

The Institute was set up under PPP mode with one-time capital grant of ₹128 crore to be received from Central Government, State Government and three Industry Partners in the ratio of 50:35:15. The third partner was still not identified, and the second partner has disassociated from the project.

Out of the total grant of ₹128 crore, the Institute has received ₹116.52 crore (₹64.00 crore from Central Government, ₹44.80 crore from State Government, ₹6.40 crore from one of its industry partners viz Tata Consultancy Services and additional grant of ₹1.32 crore from Government of Maharashtra on behalf of unidentified industrial partner) as on 31.03.2024.

Thus, the remaining amount of ₹11.48 crore (₹5.08 crore + ₹6.40 crore) receivable from two industry partners has neither been shown in the balance sheet nor any disclosure has been made in the Notes to Accounts.

C.2 Non-disclosure of hostel running expenses in notes to accounts.

As per notes and instructions for compilation of financial statements of Central Educational Institutions (Uniform Format of Accounts) (Page-85), the details of hostel running expenses should be disclosed separately in the notes to Account. The hostel running expenses of ₹83.51 lakh was, however, not disclosed in Schedule 24 -Notes to Accounts.

C.3 Incorrect classification of expenses - Retirement and Terminal benefits.

The Notes and Instructions for compilation of Annual Accounts (Income and Expenditure Account) of Central Educational Institutions (Uniform Format of Accounts) (Page-92) provides that “while finalizing the Accounts it should be ensured that the total of provisions to be made for the year and other retirement benefits in

Schedule 15A, agrees with the amount shown against 'Retirement and Terminal Benefits' in Schedule 15".

Audit observed that an amount of ₹1.27 crore was shown under Schedule 15(A) but the same was not reflected under separately under Retirement and Terminal Benefits (Schedule 15) but clubbed under 15(j) (Others). This needs to be reconciled.

C.4 Schedule 3: Current Liabilities & Provisions

Under Schedule 3: - Other Liabilities of ₹30.62 lakh included ₹12.18 lakh on account of interest realized (2021-22 and 2022-23) on mobilization advance given to NBCC out of Grant received from Government of Maharashtra (GoM) for construction of new campus at Warangal, Nagpur. However, Grant sanction letter was silent about whether or not the interest received by Institute (on mobilization advance & other interest on grant) is to be refunded to GoM. In this context, a specific clarification needs to be obtained by the Institute from GoM about treatment of interest received on GoM Grant in Institute's books of account. Also, a suitable disclosure is required to be made in Notes to Accounts (Schedule 24) by mentioning the context and the fact that interest of ₹ 12.18 lakh received by Institute (from NBCC) on mobilization advance is shown under current liabilities.

D. Grants-in-Aid

The Institute did not receive any grants-in-aid during the year 2023-24. Out of the opening balance of ₹70.26 lakh, the Institute utilized an amount of ₹52.12 lakh on capital expenditure and remaining amount of ₹18.14 lakh was refunded to Government being interest earned on grants, leaving the unspent balance as Nil as on 31.03.2024.

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 in 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 Indian Institute of Information Technology, Nagpur as of 31 March 2024, 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 and Auditor General of India,



Principal Director of Audit (Central)

Place: Mumbai,

Date: 05.09.2024

Annexure

1	Adequacy of Internal Audit System The Institute has prepared Internal Audit Manual and has set up Internal Audit Cell w.e.f. 01.04.2023. Internal audit was also conducted by a Chartered Accountant firm.
2	Adequacy of Internal Control System As per Section 25(1) of the IIIT (Public-Private Partnership) Act, 2017, the Institute has to constitute a review committee or to appoint an agency as third party, within five years of its establishment, to evaluate the performance of the Institute and its achievements with respect to its objective during the said period. IIIT, Nagpur was established in 2016 but the Institute has not constituted a Review Committee to evaluate the performance of the Institute till date.
3	Physical verification of Assets The Institute has carried out physical verification of the assets for the year 2023-24.
4	System of Physical verification of Inventory The Institute maintains inventory of all consumable articles but neither any closing balance was shown in Current Assets (Schedule 7) of the Balance Sheet nor any physical verification report was furnished to audit. Thus, the correctness of inventory maintained could not be ascertained.
5	Regularity in payment of statutory dues. Institute is regular in payment of statutory dues.



Principal Director of Audit (Central)