कार्यालय महानिदेशक लेखा परीक्षा (केंद्रीय व्याय)  
Office of the Director General of Audit, (Central Expenditure)  
इंद्रप्रस्थ इस्टेट, नई दिल्ली-110 002  
Indraprastha Estate, New Delhi -110 002

ए.एम.जी-III/एस.ए.आर/आई.आई.टी./9-24/2022-23/  
दिनांक: 10.2022

सेवा में,
सभित, भारत सरकार,
उच्चतर शिक्षा विभाग,
शिक्षा मंत्रालय,
शास्त्री भवन, नई दिल्ली-110001

विषय : वर्ष 2021-22 के लिए भारतीय प्रादूर्भाषिक संस्थान, नई दिल्ली के लेखाओं पर पृथक लेखापरीक्षा प्रतिवेदन

महोदय/महोदय,

भारतीय प्रादूर्भाषिक संस्थान, नई दिल्ली के वर्ष 2021-22 के प्रमाणित वार्षिक लेखे की प्रति उसके प्रतिवेदन तथा लेखापरीक्षा प्रमाणपत्र की प्रति सहित संसद के पत्तल पर रखने के लिए संलग्न करती हैं।

संसद को प्रस्तुत कर दस्तावेज की दो प्रतियाँ उस तिथि को दर्शाते हुए, जब वे संसद को प्रस्तुत किये गए थे, इस कार्यालय को तथा भारत के नियंत्रक एवं महालेखापरीक्षक के कार्यालय को भीजी जाएं।

कृपया यह सुनिश्चित किया जाये कि पृथक लेखापरीक्षा प्रतिवेदन को संसद के दोनों सदनों के समक्ष प्रस्तुत करने से पहले वार्षिक लेखाओं को शासी निकाय (Governing Body) द्वारा अनुमोदित अवश्य कर लिया जाये तथा यह भी सुनिश्चित करें कि 2021-22 के लेखापरीक्षा प्रतिवेदन एवं लेखापरीक्षा प्रमाणपत्र को संसद के पत्तल पर रखने से पहले सभी पूर्व वर्षों के लेखापरीक्षा प्रतिवेदन एवं लेखापरीक्षा प्रमाणपत्र संसद के पत्तल पर प्रस्तुत किये जा चुके हों।

लेखापरीक्षा प्रतिवेदन का हिंदी अनुवाद एवं इसे जारी करने से सम्बन्धित सभी कार्यों को आपके निकाय द्वारा किया जाना ही अपेक्षित है | पृथक लेखापरीक्षा प्रतिवेदन का हिंदी अनुवाद जारी करते समय निम्नलिखित अस्वीकारण (disclaimer) अंकित करें।

"प्रस्तुत प्रतिवेदन मूल रूप से अंग्रेजी में लिखित पृथक लेखापरीक्षा प्रतिवेदन का हिंदी अनुवाद है। यदि इसमें कोई विसंगति परिलक्षित होती है तो अंग्रेजी में लिखित प्रतिवेदन मान्य होगा।"

भवदीया,

संलग्नक: यथोपरि

-सुनिकल-  
निदेशक (ए.एम.जी.-III)
प्रति, प्रमाणित वार्षिक लेखे कि प्रति, उसके लेखापरीक्षा प्रतिवेदन तथा लेखापरीक्षा प्रमाणपत्र की प्रति सहित निदेशक, भारतीय प्रद्योगिकी संस्थान, होज खास, नई दिल्ली - 110016 को आवश्यक कार्यवाही हेतु अग्रेषित की जाती है। वार्षिक लेखाओं की हिंदी प्रति की 1 प्रति आवश्यक कार्यवाही हेतु इस कार्यालय को भेजें जाए।

संसद को प्रस्तुत कर दस्तावेज की दो प्रतियाँ उस तिथि को दर्शाते हुए, जब ये संसद को प्रस्तुत किये गए थे, इस कार्यालय को तथा भारत के नियंत्रक एवं महालेखापरीक्षक के कार्यालय को भेजें जाए।

संलग्न: यथोपरि

निदेशक (ए.एम.जी.-III)

e.एम.जी.-III/एस.ए.आर/आई.आई.टी./9-24/2022-23/ 1107
dिनांक: 21.10.2022

प्रति, प्रमाणित वार्षिक लेखे कि प्रति, उसके लेखापरीक्षा प्रतिवेदन तथा लेखापरीक्षा प्रमाणपत्र की प्रति सहित महानिदेशक (स्वायत्त निकाय), भारत के नियंत्रक एवं महालेखापरीक्षक का कार्यालय, 9, दीन दयाल उपाध्याय मार्ग, नई दिल्ली-110124 को अग्रेषित की जाती है।

यह महानिदेशक लेखापरीक्षा, (केन्द्रीय व्यय) के अनुमोदन से जारी किया जा रहा है।

संलग्न: यथोपरि

निदेशक (ए.एम.जी.-III)
Separate Audit Report of the Comptroller & Auditor General of India on the accounts of Indian Institute of Technology, Delhi for the year ended 31 March, 2022

We have audited the attached Balance Sheet of Indian Institute of Technology, Delhi (IITD) as at 31 March, 2022, the Income & Expenditure Account and Receipts & 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 the Institutes of Technology Act, 1961. These financial statements are the responsibility of the IITD’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, disclosure norms etc. Audit observations on financial transactions with regard to compliance with the laws, Rules and Regulations (propriety and regularity), 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, subject to the observation in the report, 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 & Payments Account dealt with by this report have been drawn up in the format prescribed by the Ministry of Education subject to the observations in the report;

iii. In our opinion, proper books of accounts and other relevant records have been maintained by the Indian Institute of Technology, Delhi in so far as it appears from our examination of such books, subject to observation in the report;

iv. We further report that:

A. Balance Sheet

A.1 Liabilities

A.1.1 Current Liabilities & Provisions (Schedule 5)- Rs. 2953.72 crore

Other liabilities: Rs. 131.55 crore

There were outstanding payments of Rs. 11.34 crore towards imported assets through letter of credit in respect of equipment received up to the date of balance sheet for which no provisions were made in the accounts resulting in understatement of Current Liabilities & Provisions and Fixed Assets by Rs. 11.34 crore.
A.2 Assets

A.2.1 Loans and Advances (Schedule 8A): Rs. 246.47 crore

This includes debit balances in sponsored projects amounting to Rs. 11.79 crore which were overspent on projects and were recoverable from sponsoring agencies. As per Notes to Accounts (Paragraph 7(d) of Schedule 20, balances of debtors/creditors/sponsored projects/endowment funds/security deposits are subject to confirmation. However, there was no practice of obtaining the confirmation of debtors/loans and advances from the respective parties. Further, the age-wise break-up of these debit balances were not available. These included balances amounting to Rs. 9.71 crore which were older than one year.

B. Income and Expenditure Account

B.1 Income

B.1.1 Other Income (Schedule 13): Rs. 23.68 crore

IITD, in March 2020, decided to utilize five per cent of the amount of the gift (endowment) and five per cent of the annual returns on the endowment for administrative expenses. It booked an amount of Rs. 4.90 crore to the Development Office Endowment Fund in the year 2021-22. Out of this amount, Rs. 2.85 crore was paid to Endowment Management Foundation, a not-for-profit company set up by it and Rs. 7.00 lakh was paid for expenses, leaving an amount of Rs. 1.98 crore which was shown as liability in the accounts under Current Liabilities & Provisions which is not correct.

The amount of Rs. 4.90 crore should have been taken as Income of IIT, Payment to Endowment Fund Management Foundation and other expenses should have been booked as expenditure in the account and the balance retained for subsequent use towards administrative expenses on management of Endowment Funds. The failure to do so, has resulted in understatement of Income by Rs. 4.90 crore, overstatement of Liability by Rs. 1.98 crore and overstatement of Expenses by Rs. 2.92 crore.

C. General

C.1 As per the Format of Accounts prescribed by the Ministry of Education, the details of hostel running expenses should be disclosed separately in the Notes to the Income and Expenditure Account but the same has not been disclosed. This is being pointed out since 2017-18 but remedial action has not been taken. Further Institute had released Rs. 3.54 crore to the Board of Hostel Management, (BHM) which manage hostel & mess, during 2021-22 towards salary and retirement/pensionary benefits of employees of the hostel. Since accounts of BHM are kept outside the main accounts, the fact of grant to BHM should also be disclosed in the Notes to accounts.

C.2 In January 2020, the Institute set up “IIT Delhi Endowment Management Foundation” as a not-for-profit wholly owned private company for rendering management and other services to the IIT Delhi Endowment Fund and has transferred Rs. 6.25 crore to it up to 31.03.2022. No disclosure in this regard has been made in the annual accounts.

C.3 IITD did not make available the complete Fixed Asset Register to Audit. The summary of fixed assets made available to audit did not have description and particulars of assets, particulars of supplier, cost of asset, etc. Instead of classifying the plant & machinery, computer & peripherals, office equipment, furniture fixtures & fittings, and scientific equipments under the conventional heads, the summary of fixed assets classified them as per the department and the internal budget code wise. Thus, the accounts of fixed assets could not be verified from Fixed Assets Register.
C.4 As per paragraph 2 (a) of Notes to Accounts, assets worth Rs. 741.86 crore acquired under sponsored projects have not been included in the Balance Sheet. The record of these assets is maintained in electronic form which was not provided to audit. Audit noted that 186 sponsored research projects were closed during 2021-22. The information on assets acquired under closed projects which were not returned to the sponsoring agency and required to be transferred to the Institute’s balance sheet was not available with IIT. This is being pointed out since 2017-18 but remedial action has not been taken by the Institute.

IIT replied that on completion of project/consultancy, funding agency/sponsored agency do not respond regarding the return/retention of the assets. Since it is not distinguishable at the time of write-off/disposal of the stores the sale proceeds are accounted for as receipts in Income and Expenditure of the Institute.

From the reply it appears that the amount of Fixed Assets depicted in the Notes to Accounts also includes the amount of Assets which have been declared obsolete and disposed of. Thus the Notes of Accounts do not give a correct picture of the assets of the sponsored projects available with IIT Delhi.

D. Grants-in-aid

(i) As per Schedule 9 of accounts pertaining to the Grants/Subsidies, the Institute received grant-in-aid of Rs. 913.25 crore (Non-recurring: Rs. 289.87 crore and Recurring: Rs. 623.38 crore) and grant-in-aid of Rs. 5.05 crore (Non-recurring: Rs.0.51 crore and Recurring: Rs. 4.54 crore) is receivable for the year 2021-22. It had an opening balance of Rs. 137.78 crore (Non-recurring: Rs. 84.47 crore and Recurring: Rs. 53.31 crore). Out of the total funds of Rs. 1056.08 crore (Non-recurring: Rs. 374.85 crore and Recurring: Rs. 681.23 crore) the Institute utilized Rs. 812.29 crore (Non-Recurring: Rs. 203.12 crore and Recurring: Rs. 609.17 crore) and amount of Rs. 29.86 crore recurring grant was adjusted against the overspent amount of the previous year leaving balance of Rs. 213.92 crore as on 31 March 2022.

(ii) As per Schedule 19 Significant Accounting Policies, Governments grants are accounted on realization basis. However, where a sanction for release of grants pertaining to a particular financial year is received before 31st March and the Grant is actually received in the next financial year, the grant is accounted on accrual basis and an equivalent amount is shown as recoverable from the grantor. IITD indicated Rs. 5.05 crore (Non-recurring: Rs.0.51 crore and Recurring: Rs. 4.54 crore) as grant receivable from MOE, while no sanction for release in this regard was issued by the Ministry.

E. Management letter

Deficiencies which have not been included in the Audit Report have been brought to the notice of the Director, Indian Institute of Technology Delhi (IITD) 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 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 explanation 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 Technology, Delhi as at 31 March 2022; and
(b) in so far as it relates to the Income and Expenditure Account of the deficit for the year ended on that date.

Place: New Delhi
Date: 21/10/2022

For and on behalf of the C & AG of India

Director General of Audit
(Central Expenditure)
Annexure to Audit Report

1. Adequacy of internal audit system
   - IIT Delhi has an Internal Audit Department. The Internal Audit System needs to be strengthened as:
     - Out of 76 units, 45 units were planned and audited during 2021-22.
     - The follow-up of the internal audit reports is not adequate as 437 paras were outstanding for the period from April 2005 to March 2022.

2. Adequacy of internal control system
   The internal control system of IIT Delhi needs to be strengthened in the following areas:
   - There was no system of reconciliation of ledgers pertaining to fixed assets with the Fixed Assets Register particularly in respect of plant & machinery, furniture & fixture, office equipment and computer & peripherals as required under Formats of Financial Statements for Central Higher Educational Institutions.
   - The Management’s response to statutory audit paras is not effective as 77 audit paras pertaining to 2000-01 to 2020-21 were outstanding as on 31 March 2022.
   - Huge unreconciled amount in bank reconciliation statement of SBI Account No. 10773572600 pertaining to Industrial Research & Development Division of IIT.

3. System of physical verification of assets
   - IITD has 142 Departments/Centers/Sections/Units. As per the information given to Audit, physical verification of 100 units was conducted during 2021-22. Test check of physical verification reports, however, revealed that verification report of stock/ assets in 66 units were prepared without actually physically verifying them mainly due to restrictions imposed by Covid-19.
   - The physical verification of library books has been done up to 2022.

4. System of physical verification of inventory
   The physical verification of stationary & consumables items has been conducted up to 2020-21.

5. Regularity in payment of statutory dues
   As per the information made available, no payment over six months in respect of statutory dues like income tax, GST, customs duty etc. were outstanding as on 31.3.2022.