

AUDIT REPORT
FOR THE YEAR

2024-25

(ENGLISH VERSION)

INDIAN AUDIT AND ACCOUNTS DEPARTMENT
DIRECTOR GENERAL OF AUDIT (Central) KOLKATA-700001

Opinion of the Comptroller & Auditor General of India on the Accounts of the Rajiv Gandhi University, Itanagar, Arunachal Pradesh for the year ended 31 March 2025.

Opinion

We have audited the financial statements of the Rajiv Gandhi University, Itanagar, which comprise the statement of financial position as at 31 March 2025 and the Income & Expenditure Account and Receipts & Payment Account for the year then ended, and notes to the financial statements, including a summary of significant accounting policies under Section 19(2) of the Comptroller & Auditor General's (Duties, Powers & Conditions of Service) Act, 1971 read with Section 34(1) of the Rajiv Gandhi University Act, 2006.

This 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 regarding compliance with the Law, Rules and Regulations (Propriety & Regularity) and efficiency cum performance aspects, etc., if any, are reported through inspection reports/ CAG's audit reports separately.

In our opinion the accompanying financial statements of the Rajiv Gandhi University, Itanagar read together with the accounting policies and Notes thereon and other matters mentioned in the Separate Audit Report, which follows, **give a true and fair view** of the financial position of the autonomous body as at March 31, 2025, and (of) its financial performance and its cash flows for the year then ended in accordance with the Revised Format of Accounts Prescribed by Ministry of Education (Erstwhile MHRD), Government of India for Central Education Institutions/ accounting standards generally accepted in India.

Basis for Opinion

We conducted our audit in accordance with CAG's auditing regulations/standards/manuals/guidelines/guidance-notes/orders/circulars etc.. Our responsibilities are further described in the *Auditor's Responsibilities for the Audit of the Financial Statements* section of our report. We are independent of the autonomous body in accordance with ethical requirements that are relevant to our audit of the financial statements, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe

that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Responsibilities of Management for the financial statements

The *Executive Council* of the Rajiv Gandhi University, Itanagar is responsible for the preparation and fair presentation of the financial statements in accordance with the Revised Format of Accounts Prescribed by Ministry of Education (Erstwhile MHRD), Government of India for Central Education Institutions/accounting standards generally accepted in India, and for internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion in accordance with CAG's auditing regulations/standards/manuals/guidelines/guidance-notes/orders/circulars etc.

For and on behalf of the CAG of India



**(Uday Shankar Prasad)
Director General of Audit
Central, Kolkata**

Place: Kolkata
Date: 13-01-2026

**Separate Audit Report on the Accounts of the Rajiv Gandhi University,
Itanagar, Arunachal Pradesh for the year ended 31 March 2025**

A. General

1.1 Various deviations from approved format as mentioned below were noticed with respect to accounting of grant in aid:

- a) The University has transferred the opening balance of grants in aid and grants received during the year of ₹150.04 crore (Salary, Recurring, Capital and Specific/other grants) as depicted in Schedule 10 to Income & Expenditure Account instead of booking only the revenue expenditure incurred during the financial year, as revenue income as per the prescribed format of accounts.
- b) The University booked an amount of ₹28.84 crore (₹35.37 crore - ₹6.53 crore), as capital expenditure under the 'Grants/ Subsidies' (Schedule 10). The same has also been included under the 'Fixed Assets' (Schedule 4), however, not added to the 'Corpus/ Capital Fund' (Schedule 1), as per the prescribed format of accounts. The University has wrongly routed the same through Income and Expenditure, instead of routing the same through Balance Sheet. This needs to be reconciled.
- c) The University, in contravention to the prescribed format of accounts, had not prepared Schedule 3(c) for Unutilized Grants.
- d) The University booked opening balance and closing balance under the Capital, Salary and General grants which do not match with the final UC (for the financial year 2023-24) or provisional UC (for the financial year 2024-25) as below:

Head	Opening Balance booked in the accounts (Schedule 10)	Amount depicted in the final UC of the FY 2023-24	Closing Balance booked in the accounts (Schedule 10)	Amount depicted in the provisional UC of the FY 2024-25
Capital Grant	₹20.42 crore	₹Nil	₹17.84 crore	₹Nil

Salary Grant	₹0.29 crore	₹0.12 crore	(-)₹4.95 crore	(-)₹0.83 lakh
Recurring Grant	(-)₹0.36 crore	₹1.01 crore	(-)₹1.04 crore	₹0.01 crore

The above needs to be reconciled.

- e) The University incurred capital expenditure amounting to ₹7.73 crore from the recurring grants received which is in contravention to the prescribed grants sanctioning letter

1.2 The University has not represented the closing balance of ₹10.60 crore under the 'Designated/ Earmarked/ Endowment Funds' (Schedule 2), by cash and bank balances, in contravention to the prescribed format of accounts. The university has also not shown investments from Earmarked/Endowment funds in Schedule 5. Further, the University is operating three Earmarked Funds viz. Vehicle Advance, Computer Advance and House Building Advance with a total closing balance of ₹22.53 lakh which is lying unadjusted since 2020-21. This needs to be reviewed.

1.3 The University booked a negative balance of ₹0.11 lakh under the head Statutory Liabilities under 'Current Liabilities and Provisions'. This needs to be reviewed.

1.4 The University, in contravention to the prescribed format of accounts, had not prepared detail Schedules like Schedule 3(a) for Sponsored Projects, Schedule 3(b) for Sponsored Fellowships and Scholarships and Schedule 3(c) for Unutilized Grants.

1.5 The University, in contravention to the prescribed format of accounts, booked an amount of ₹77.57 lakh as Deposits from Students under 'Current Liabilities and Provisions', instead of segregating the same for current students and ex-students..

1.6 The University wrongly booked the receipts and utilization of the sponsored projects under Schedule 10, instead of booking the same separately under Schedule 3(a) and incorporate into Schedule 3 (Current Liabilities and Provisions), as per the prescribed format of accounts.

1.7 An amount of ₹66.59 crore was sanctioned as HEFA Loan to the University in February 2020 and out of this an amount of ₹65.19 crore has been availed till February 2025. During the

financial year 2024-25, the University paid ₹13.31 crore and ₹2.58 crore towards principal repayment and interest on loan respectively. However, despite being pointed out in the previous year's Audit Report, all these amounts are not booked in the books of accounts of the University.

1.8 The Staff Payments and Benefits (Schedule 15) was overstated by an amount of ₹2.05 crore, due to excess booking of the actual payments made towards Gratuity (₹0.86 crore) and Leave Encashment (₹1.19 crore) under the sub-head 'Retirement & Terminal Benefits' and 'Leave Encashment', in contravention to the prescribed format of accounts, instead of booking only provision to be made in the current year amounting to ₹6.98 crore

B Management Letter

Deficiencies which have not been included in this Separate Audit Report have been brought to the notice of the Management through a Management Letter issued separately for remedial/corrective action.

C Assessment of Internal Controls

3.1 Adequacy of Internal Control System

The Internal Control System of the University is inadequate in the following areas:

- a) The head of accounts are not coded.
- b) Security deposit fidelity guarantees are not obtained in respect to the employees handling valuables such as cash and stocks.
- c) All disbursements are not made by cheques.
- d) Cheque protectors are not used.
- e) Cancelled cheques are not mutilated.
- f) Purchases are not centralised in the Purchase Department.

3.2 Adequacy of Internal Audit System

The Internal Audit System of the University is inadequate as there is no Internal Audit Wing of the University.

3.3 System of Physical Verification of Fixed Assets

The University did not conduct the physical verification of the Fixed Assets during the financial year 2024-25.

3.4 System of Physical Verification of Inventory

The University did not conduct the physical verification of the Inventories during the financial year 2024-25.

3.5 Regularity in payment of Statutory Dues

As per the records, no irregularity in payment of statutory dues was noticed.

D Grants in Aid

The University is financed mainly by grants from the Government of India. As per the previous year report, the University had an unspent balance of ₹27.24 crore (Salary Grant ₹0.29 crore, Recurring Grant ₹(-)0.36 crore, Capital Grant ₹20.42 crore and Specific/Other Grants ₹6.89 crore) at the beginning of the financial year 2024-25. During the financial year 2024-25, it received Grant of ₹150.04 crore (Salary Grant ₹78.00 crore, Recurring Grant ₹39.50 crore, Capital Grant ₹24.00 crore and Specific/Other Grant ₹0.41 crore from GOI, Ministry of Sports and ₹8.13 crore against Sponsored Project). Thus, total grants available with the University during the financial year 2024-25 was ₹177.28 crore (₹27.24 crore + ₹150.04 crore). Out of this, the University utilized grants of ₹157.82 crore (₹35.37 crore for Capital Expenditure, ₹122.45 crore for Revenue Expenditure) and ₹0.27 crore pulled back by RBI during the financial year, leaving an unspent balance of ₹19.19 crore (subject to the observations on grant in aid made above), as at 31 March 2025.

Place: Kolkata
Date: 13-01-2026



Director General of Audit
Central, Kolkata