



सत्यमेव जयते



SUPREME AUDIT INSTITUTION OF INDIA  
लोकहितार्थं सत्यनिष्ठा  
Dedicated to Truth in Public Interest

**SEPARATE AUDIT REPORT**

**OF THE**

**COMPTROLLER AND AUDITOR GENERAL**

**OF INDIA**

**ON ACCOUNTS OF**

**RAJIV GANDHI UNIVERSITY, RONO HILLS**

**DOIMUKH**

**ARUNACHAL PRADESH**



**FOR THE YEAR ENDED**  
**31 MARCH 2022**



**Separate Audit Report on Accounts of  
Rajiv Gandhi University, Rono Hills, Doimukh, Arunachal Pradesh,  
for the year ending 31 March 2022**

We have audited the Balance Sheet of Rajiv Gandhi University, Rono Hills, Doimukh, Arunachal Pradesh, as at 31 March 2022, and the Income & Expenditure Account/Receipt & Payment Account 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, read with Section 34(1) of the Rajiv Gandhi University Act, 2006. These Financial Statements are the responsibility of the Rajiv Gandhi University Management. Our responsibility is to express an opinion on these Financial Statements, based on our Audit.

2. This Separate Audit Report contains comments of the Comptroller and Auditor General of India (C&AG) on the accounting treatment only with regard to their classification, conformity with the best Accounting Practices, Accounting Standards, disclosure norms, etc. Audit Observations on financial transactions with regard to compliance with the Law, 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 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 as to whether the Financial Statements are free from material mis-statements. 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 the 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 and Income & Expenditure Account/Receipt & Payment Account dealt with by this Report have been drawn up in the format approved by the Ministry of Human Resource Development, Government of India dated 17 April 2015.
- iii. In our opinion, proper Books of Accounts and other relevant records have been maintained by the Rajiv Gandhi University, as required under Section 34 of the Rajiv Gandhi University Act, 2006, in so far as it appears from our examination of such books.
- iv. We further report that:



## **A. Income and Expenditure Account**

### **Income**

#### **1. Interest earned (Schedule-12) – ₹ 5.85 crore**

The University maintains term deposits in various banks against which ₹ 3.61 crore was accounted as interest earned during the current year, however, the actual interest earned/accrued during the year was to the extent of ₹ 2.93 crore only. As a result income of the year as well as corpus/capital fund was overstated by ₹ 0.68 crore and overstatement of current assets by ₹ 0.68 crore.

### **Expenditure**

#### **2. Depreciation (Schedule-4) - ₹ 7.18 crore**

The above does not include ₹ 2.39 crore being the depreciation on Tangible Assets for the period 2021-22. The University had wrongly calculated depreciation for the period 2021-22 and had charged ₹ 5.57 crore instead of ₹ 7.96 crore which resulted in understatement of depreciation by ₹ 2.39 crore and overstatement of surplus as well as Fixed Assets-Tangible assets by ₹ 2.39 crore. The University had not calculated depreciation as per the approved format.

#### **3. Prior period expenses (Schedule-22) - ₹ 23.60 lakh.**

The above does not include ₹ 28.62 lakh being the depreciation on assets for the period 2020-21. Assets such as Office equipment valued ₹ 2.79 lakh, Buildings valued ₹ 12.59 lakh, Scientific & Laboratory equipment valued ₹ 1.21 lakh, Computer & peripherals valued ₹ 119.91 lakh, Furniture, fixture & fittings valued ₹ 52.03 lakh and Library books & Scientific journals valued ₹ 1.77 lakh were procured during 2020-21 but accounted in the accounts only during the current year (2021-22). Thus, non-inclusion of the above assets in the previous year had resulted in understatement of prior period expenses (Depreciation) for the year 2021-22 by ₹ 28.62 lakh, conversely overstated the surplus as well as corpus/capital fund and overstatement of assets by the same amount.

## **B. General**

1. The University received an amount of ₹ 7.65 crore towards various sponsored projects and ₹ 0.11 crore towards sponsored fellowships and scholarships during the current financial year, however, it was treated as receipts under grants and subsidies (Schedule-10) instead of accounting in Schedule-3(a) & (b) as per uniform format of account.
2. The expenses as shown under payments against sponsored projects/scheme included other academic expenses and endowment projects amounting to ₹ 87.49 lakh. However, no

proper segregation of the expenses were done under each head of expenses and accordingly treated as per uniform format of accounts.

3. Bank Reconciliation Statements in respect of eight saving accounts were not prepared, as such audit could not verify the cash book and bank balances as on 31<sup>st</sup> March 2022.
4. The provision for liability towards retirement benefits was not provided on actuarial basis as per Accounting Standard-15.

### **C. Grants-in-Aid**

The University had total available fund of ₹ 323.66 crore, which included Opening Balance of ₹ 161.48 crore, Grants-in-Aid of ₹ 117.99 crore received during the year, and Other Receipts of ₹ 44.19 crore. Out of the total available fund, the University utilized a sum of ₹ 165.99 crore, leaving an unutilized balance of ₹ 157.67 crore as on 31<sup>st</sup> March 2022. The figures are not tallying with the schedule 3(c). This needs reconciliation by the University.

### **D. Management Letter**


Deficiencies which have not been included in the audit report have been brought to the notice of the University through a management letter issued separately for remedial/correction action.

- v. Subject to our Observations in the preceding paragraphs, we report that the Balance Sheet and Income & Expenditure Account/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 explanations given to us, the said Financial Statements, 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 Rajiv Gandhi University as at 31<sup>st</sup> March 2022; and*
  - b. *In so far as it relates to Income and Expenditure Account of the surplus for the year ended on that date.*

Place: **Itanagar**

Dated: **12<sup>th</sup> April 2023**

*for and on behalf of the C&AG of India*

  
**Pr. Accountant General**  
**Arunachal Pradesh**



## **Annexure**

### **1. Internal Audit**

The University has an internal audit wing attached with the Finance branch and all the expenditure proposals from various department/sections were examined before it is being approved by the competent authority. However, no internal audit was conducted during the financial year 2021-22.

### **2. Internal Control Mechanism**

The internal control system of the University is found to be inadequate due to the following reasons:

- i) The University did not have any Internal Audit Manual and no internal audit has been conducted.
- ii) The University has a sanctioned post for Internal Audit Officer, however no one has been appointed.
- iii) The University has constituted various Committees to ensure observation/compliance of approved procedure/codal formalities and financial and administrative discipline as the case may be, however, no reports have been prepared and submitted by any of the Committees. Moreover, there was no proper physical verification of fixed assets and store/inventories to ascertain or confirm the status of each item as at the end of the financial year.

### **3. Fixed Assets**

The University had conducted physical verification of fixed assets for 2021-22, however, no report has been prepared.

### **4. Physical verification of Inventory**

Physical verification of consumable stores/inventories was not carried out during the period 2021-22. The University had conducted physical verification of fixed assets/ inventories/stores, however, no physical verification report has been prepared. As such, the status of the fixed assets as on 31<sup>st</sup> March 2022 could not be ascertained in audit.

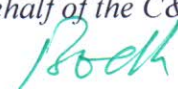
### **5. Payment of Statutory Dues**

The University was regular in payment of Statutory Dues.

Place: **Itanagar**

Dated: **12<sup>th</sup> April 2023**

*for and on behalf of the C&AG of India*

  
**Pr. Accountant General**  
**Arunachal Pradesh**