

Separate Audit Report of the Comptroller & Auditor General of India on the Accounts of the Indian Institute of Information Technology (PPP mode), Lucknow for the year ended 31 March 2022

We have audited the attached Balance Sheet of the Indian Institute of Information Technology (PPP mode), Lucknow (Institute) 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 28 (3) of the Indian Institutes of Information Technology (Public-Private Partnership) Act, 2017. 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 & 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 observation on financial transaction with regard to compliance with the Law, Rules & 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 principle 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, Income & Expenditure Account and Receipts & Payments Account dealt with by this report have been drawn up in the format of Financial Statements for Central Higher Educational Institutions (format) prescribed by MHRD.

(iii) In our opinion, proper books of accounts and other relevant records have been maintained by the Institute.

(iv) We further report that:

(A) Receipts & Payments Accounts

Deposits and advances

Deposits from Students

₹ 15.32 lakh

An amount of ₹ 10.00 lakh pertaining to 'Academic Fee receipts from Students' was included in 'Deposits from Students'. This resulted in overstatement of 'Deposits and advances' by ₹ 10.00 lakh and understatement of 'Academic Fee receipts from Students' by the same amount.

(B) General

The Institute included ₹ 209.81 lakh towards 'Provision for expenses - IIIT Allahabad' in Current Liabilities and Provisions (Schedule-3), which was kept in abeyance since 2017-18. Technically, amounts payable within a period of 12 months should only be made as provision for expenses in current year. The Institute needs to rectify the depiction.

(C) Grants-in-aid

The Institute received Grants-in-aid of ₹ 22.00 lakh during the year. After taking opening balance of ₹ 2573.55 lakh and Interest of ₹ 97.32 lakh earned on grant account, the total fund available was worked out to ₹ 2692.87 lakh. The Institute utilised ₹ 545.82 lakh (₹ 523.82 lakh for Capital Expenditure and ₹ 22.00 lakh for Revenue Expenditure) leaving a balance of ₹ 2147.05 lakh.

(v) Subject to our observations on 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 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, Lucknow as at 31 March 2022; and

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

Place: Lucknow
Date: 28.10.2022

For and on behalf of the C&AG of India
Sd/-
Principal Director of Audit (Central), Lucknow

Annexure

1. Adequacy of Internal Audit System

The Institute does not have its own Internal Audit wing. Only pre-audit of the vouchers/bills was being conducted.

2. Adequacy of Internal Control system

The inadequacy of Internal Control System in the Institute is characterized by:

- Accumulation of interest on unutilised grants without having approval from funding agencies to retain the same.
- Non-fulfillment of 46 vacant posts against 75 sanctioned posts.

3. System of Physical verification of fixed assets

Physical verification of fixed assets has been conducted for the year 2021-22.

4. System of Physical verification of inventory

Physical verification of inventory has been conducted for the year 2021-22.

5. Regularity in payment of statutory dues

The Institute is regular in payment of statutory dues.