

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, 2023

We have audited the attached Balance Sheet of the Indian Institute of Information Technology (PPP mode), Lucknow (Institute) as at 31 March 2023, 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 Ministry of Education (Erstwhile Ministry

of Human Resource Development), Government of India.

(iii) In our opinion, proper books of accounts and other relevant records have been maintained by the Indian Institute of Information Technology, Lucknow as required under Section 28(1) of the Indian Institutes of Information Technology (Public-Private Partnership) Act, 2017 in so far as it appears from our examination of such books.

(iv) We further report that:

(A) Notes to Accounts (Schedule-24)

The Institute has shown Rs. 209.81 lakh towards 'Provision for expenses – IIIT Allahabad' under Current Liabilities (Schedule-3), which has been depicted since 2017-18. This is neither in accordance with the Accounting principle nor as per format prescribed by MHRD. Therefore, the Institute must disclose this event under notes on accounts.

(B) Grants-in-aid

The Institute received Grants-in-aid of Rs. 125.00 lakh during the year. After taking opening balance of Rs. 2147.05 lakh and Interest amount of Rs. 87.07 lakh earned on grant account, the total fund available was worked out to Rs. 2359.12 lakh. The Institute utilised Rs. 238.09 lakh leaving a balance of Rs. 2121.03 lakh.

(v) Subject to our observations on the preceding paragraphs, we report that the Balance Sheet, Income & Expenditure Account and Receipts & 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 2023; 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 C&AG of India

Place: Lucknow

Date:

Principal Director of Audit (Central)

Annexure

1. Adequacy of Internal Audit System

The Institute does not have its own Internal Audit wing. Only pre-audit of vouchers/bills and significant financial transactions are being conducted.

2. Adequacy of Internal Control system

The inadequacy of Internal Control System of the Institute is characterised by following deficiencies:-

- Non-filling of 29 teaching and 15 non-teaching posts vacant against the sanctioned strength of 48 teaching and 27 non-teaching post respectively.
- Non-refund of Interest earned on Government grants to the Consolidated Fund of India by the Institute resulting in non-observance of rule 230(8) of General Financial Rules, 2017.

3. System of Physical verification of Fixed Assets

Physical verification of fixed assets has not been conducted for the year 2022-23.

4. System of Physical verification of Inventory

Physical verification of inventory has been conducted for the year 2022-23.

5. Regularity in Payment of statutory dues

The Institute is regular in payment of statutory dues.

Dy. Director (CE)