



F.Y. - 2016-17

भारतीय लेखा परीक्षा और लेखा विभाग  
कार्यालय प्रधान निदेशक लेखापरीक्षा (केन्द्रीय)  
लेखापरीक्षा भवन, नवरंगपुरा, अहमदाबाद - ३८० ००९

INDIAN AUDIT & ACCOUNTS DEPARTMENT  
Office of the Principal Director of Audit (Central)  
Audit Bhavan, Navrangpura, Ahmedabad-380 009.

पत्र सं. : के.ले.प. (व्यय) SAR III/Vadodara/2018-19/

OW - 918  
15/3/19

दिनांक :

मेरा में,  
भारत सरकार के मन्त्रि,  
मानव संसाधन विकास विभाग मंत्रालय,  
माध्यमिक और उच्चतर शिक्षा विभाग,  
कमरा नंबर 529 शास्त्री भवन, 'बी' विंग,  
नई दिल्ली - 110001.

विषय : भारतीय सूचना तकनीकी संस्थान, वडोदरा के वर्ष 2016-17 के लेखाओं पर पृथक लेखापरीक्षा प्रतिवेदन  
मंत्रालय,

The Annual account of the Indian Institute of Information Technology, Vadodara, GEC campus, Gandhinagar for the year 2016-17 were audited between 26.11.2018 to 07.12.2018 under section 20(1) of the Comptroller & Auditor General of India's (DPC) Act, 1971.

The following documents are sent herewith:

- 1) Separate Audit Report and Annexure-A for the year 2016-17.
- 2) Certified copy of Annual Accounts of Indian Institute of Information Technology, Vadodara for the year 2016-17.

The audit report may please be arranged to be placed in both the Houses of Parliament and date on which it is placed before Lok Sabha & Rajya Sabha may be intimated to this office, along with the printed copy of the documents placed, endorsing a copy thereof to the Comptroller & Auditor General of the India, New Delhi.

The Report may please be treated as 'Confidential' till it is placed before both the houses of Parliament.

भवदीय,

हस्ता/-

उप निदेशक/के.ले.प. (व्यय)

संलग्न : उपर्युक्त

प्रतिलिपि : निदेशक, भारतीय सूचना तकनीकी संस्थान, वडोदरा, जी ई सी केम्पस, गांधीनगर

A certified copy of the Annual Accounts and Separate Audit Report is enclosed which may please be treated as confidential till it is placed on the table of both the Houses of Parliament.

The date of placement of Separate Audit Report before both the Houses of Parliament along with a printed copy of the Audit Report may be furnished to Audit. The printed report may carry the name of the principal Director of Audit (Central) with Designation.

15/3/19

उप निदेशक/के.ले.प. (व्यय)

**Separate Audit Report of the Comptroller and Auditor General of India on the Accounts of Indian Institute of Information Technology, Vadadara, GEC Campus, Gandhinagar for the year ended 31<sup>st</sup> March 2017**

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We have audited the attached Balance Sheet of Indian Institute of Information Technology, Vadadara, GEC Campus, Gandhinagar for the year ended 31 March 2017, the Income and Expenditure Account and Receipts & Payments Account for the year ended on that date under Section 20(1) of the Comptroller & Auditor General's (Duties, Power & Condition of Services) Act, 1971 read with Section 28(3) of The Indian Institute of Information Technology (Public – Private Partnership) Act, 2007. The audit has been entrusted for the period 2015-16 to 2019-20. These financial statements are the responsibility of Indian Institute of Information Technology, Vadadara'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 observations on financial transactions 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, evidences 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, 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 not been drawn up in new format approved by the Ministry of Human Resources Department, 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, Vadadara in so far as it is appears from our examination of such books.
- iv. We further report that:

**A) Balance Sheet**

**A1. Corpus/capital Fund (Schedule-1) : ₹ 6.38 crore**

This does not include ₹ 50.00 Lakh utilized towards capital expenditure for the financial year 2016-17 out of the Non-recurring grants received from MHRD for creation of Capital Assets. The IIIT, Vadodara (Institute) received ₹ 50.00 Lakh during the year 2016-17 as Non-recurring grants from MHRD for creation of Capital Assets.

This has resulted in understatement of Capital Fund by ₹ 50.00 lakh and understatement of Fixed Assets to the same extent.

**B. General**

**B. 1.** According to Significant Accounting Policies defined in format of Accounts prescribed by MHRD "Depreciation on fixed assets is provided on Straight Line Method as per rates prescribed therein". However, the Institute has charged Depreciation on Fixed Assets on written down value method as per the rates prescribed in Income Tax Act, 1961 which is in contravention of format of accounts prescribed by the MHRD

**B. 2.** The Institute is accounting honorarium paid to visiting faculty on cash basis, which is in contravention of its accrual basis accounting.

**C. Grant in Aid:** Out of the grants in aid of ₹ 4.60 crore (₹4.10 crores Recurring and ₹ 50.00 lakh for creation of capital Assets) received during the year (₹ 60.00 lakh was received in March), the organization could utilize a sum of ₹ 4.60 crore leaving a balance of ₹ Nil core as unutilized grant as on 31st March 2017.

**Net Effect of comments on Accounts :**

The net effect of audit is that liabilities are understated by ₹ 50.00 lakh, Assets understated by ₹ 50.00 lakh.

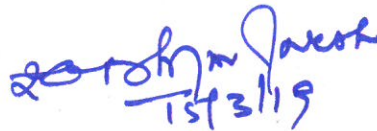
v. Subject to our observations in the preceding paragraphs, we report that the Balance sheet, Income & Expenditure Account and Receipts & Payments Account dealt with by this report are in agreement with the books of accounts.

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 gives 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, Vadodara, GEC Campus, Gandhinagar as at 31 March 2017 and
- b) In so far as it relates to Surplus of Income & Expenditure Account for the year ended on that date.

**For and on behalf of  
The Comptroller & Auditor General of India**

  
15/3/19

**Place: Ahmedabad**

**Date:**

**Director General of Audit (Central)**

**Annexure - A to Audit Report**

**1. Adequacy of Internal Audit system**

The institute does not have any internal audit wing. However, the internal audit of the Institute is carried out by Dhirubhai Shah & Co., Chartered Accountants and the internal auditor submits its internal audit report to management for perusal and necessary action.

**2. Adequacy of Internal Control System**

The internal control system is inadequate as the Employers and Employees contribution for NPS was not deducted from the salary of the following month in which Employees has joined the service and payment of NPS amount to NSDL (employees and employer contribution).

**3. System of Physical verification of fixed assets**


Physical verification of fixed assets was not carried during the year 2016-17.

**4. System of Physical verification of inventory:**

Physical verification of inventory was not carried out during the year 2016-17.

**5. Regularity in payment of statutory dues:**

The Institute was regular in payment of statutory dues during the year 2016-17.

  
16/03/2019  
Sr. Audit Officer/CA(E)