



कार्यालय महानिदेशक लेखापरीक्षा (गृह, शिक्षा एवं कौशल विकास)
Office of the Director General of Audit (Home, Education and Skill Development)
डी जी ए सी आर भवन, इन्द्रप्रस्थ एस्टेट, नई दिल्ली 110 002
DGACR Building, Indraprastha Estate, New Delhi - 110 002

सं. ए.एम.जी. I/एस.ए.आर./किरोड़ीमल कॉलेज/9-41/2021-22/1141

दिनांक: 30.11.2021

सेवा में,

प्रधानाचार्य,
किरोड़ीमल कॉलेज,
दिल्ली विश्वविद्यालय,
विश्वविद्यालय एंकलावे, दिल्ली -110007

01 DEC 2021

विषय: वर्ष 2020-21 के लिए किरोड़ीमल कॉलेज के लेखाओं पर मसौदा लेखापरीक्षा टिप्पणियाँ।

महोदया,

कृपया वर्ष 2020-21 के लिए किरोड़ीमल कॉलेज के लेखाओं पर मसौदा लेखापरीक्षा टिप्पणियाँ संलग्न पायें।

आपसे आग्रह है कि आप पत्र के जारी करने के 14 दिन की अवधि के भीतर मसौदा लेखापरीक्षा टिप्पणियों में सम्मिलित तथ्यों एवं आँकड़ों की पुष्टि करके अपनी टिप्पणियाँ इस कार्यालय को भेज दें। यदि निर्धारित अवधि के भीतर कोई उत्तर प्राप्त नहीं होता है तो यह माना जायेगा कि इस पर आपकी कोई टिप्पणी नहीं है तथा मसौदा लेखापरीक्षा टिप्पणियाँ में सम्मिलित तथ्य एवं आंकड़े पुष्टिकृत समझ लिए जायेंगे। यह भी अनुरोध किया जाता है कि कृपया मसौदा लेखापरीक्षा टिप्पणियों का उत्तर ई-मेल (Email id- hemraj.del.au@cag.gov.in) तथा इसकी एक प्रति ई-मेल (Email id- negig.del.cca@cag.gov.in) पर भी अवश्य भेजें।

संलग्न: यथोपरि

भवदीया,

वरिष्ठ लेखापरीक्षा अधिकारी (ए.एम.जी- I)

| |
|--|
| किरोड़ी मल कॉलेज / KIRORI MAL COLLEGE |
| दिल्ली विश्वविद्यालय / (University of Delhi) |
| प्राप्त किया / RECEIVED |
| डायरी नं./Diary No. 967 |
| दिनांक / Date. 03/12/21 समय / Time. 11:35 |
| हस्ताक्षर / Signature. Neeraj |

**Draft Audit observation on the Accounts of Kirori Mal College, New Delhi for the year
ended 31 March 2021**

A. General

A.1 Fixed Assets (Schedule 4) -Rs. 13.44 crore

- (i) In accordance with the format of Accounts prescribed by Ministry of Education the depreciation on the Fixed Assets has been charged on the Straight Line Method but the rates of depreciation are different from those prescribed by the Ministry of Education.
- (ii) As per the Straight Line Method depreciation is to be charged at the Gross Value of the Assets whereas the College has charged depreciation on the Net value (i.e book value of assets as on 31.03.20). This needs to be recasted as per the Straight Line Method.

A.2 Interest Earned (Schedule 12) - Rs. 97.92 lakh

The above schedule includes interest earned on Grants-in-aid during the year. As per the provisions of GFR, interest on grant is to be refunded to the UGC or to be depicted under current liability till it is refunded. However, the college has taken the interest income on Grants-in-aid as its own income. This has resulted in understatement of Current Liabilities & Provisions and overstatement of Capital Fund.

The interest earned on the Grants-in-aid during the year 2020-21 may be furnished.

A.3 UGC remitted two tranches of money to KMC totaling Rs 1.50 crore (Rs. 75 lakh each for conducting NET examination of Dec 2012 and June 2013). The college has not submitted utilization Certificate to U.G.C. as of now (March 2021) and entire amount is shown as liability to U.G.C as well as recoverable from Dr. S.P. Gupta in the accounts of KMC. Non adjustment of advances even after lapse of seven years has resulted in overstatement of Advances and understatement of Expenditure/Refund by Rs. 1.50 crore. This is being pointed out since 2018-19 but no action has been taken by KMC.

A.4 Significant Accounting Policy & Notes to Accounts

As per Notes to Accounts, the expenditure on salary has been booked from March 2020 to February 2021. No provision is made towards salary for the month of March 2021. The accounting policy is in contravention to the accrual basis of accounting which stipulates that all the expenses pertaining to financial year should be accounted for in that year itself.

A.5 Bank Reconciliation statement

Bank Reconciliation statements of the bank accounts of KMC revealed the following unreconciled amount



| Sl. No. | Name of the Bank/Account No. | Cheque Issued but not cleared | Amount debited in bank but not credited in cash book credited |
|---------|--|---------------------------------|---|
| 1. | Hostel Mess Account 51522010003890 | 4475 (4.02.20 to 28.12.20) | |
| 2. | Hostel Main Account 51522010003880 | 69981 (31.01.20 to 31.12.20) | |
| 3. | Kirori Mal General Fund Account 5122010003240 | 10300 (25.03.20) | 18700 (19.09.20 to 28.09.20) |
| | Total | 84756 | 18700 |

These needs to be reconciled and taken into accounts.

B. Grants-in-aid

During the year 2020-21, Kirori Mal College received grant-in-aid of Rs.56.04 crore. It had an opening balance of Rs. 14.17 crore. Out of the total funds Rs 70.21 crore of college utilized 64.90 crore leaving a balance of Rs.5.31 crore as on 31st March 2021..

KMC's Hostel received grant-in-aid of Rs. 1.97 crore. It had an opening balance of Rs. 1.40 crore of previous year. Out of the total funds of Rs.3.37 crore, an amount of Rs. 1.48 crore was utilized during the year 2020-21 leaving an unspent balance of Rs. 1.89 crore as on 31st March 2021.

Saumya
Director (AMG-I)

Annexure

1. Adequacy of Internal Audit System

- There is no internal audit department. The internal audit was conducted up to 2014-15 by Internal Audit Wing of University of Delhi.

2. Adequacy of Internal Control System

- Non conduct of physical verification of Fixed Asset since 2009-10.

3. System of physical verification of fixed assets

- The physical verification of furniture fixture and computers had been conducted up to November 2009 and for the later period it is stated to be under process.

- The physical verification of Books and Publications has been conducted upto 2013-14.

4. System of physical verification of inventory

- The physical verification of stationery and consumables had been conducted upto 2020-21

5. Regularity in payment of statutory dues

- As per accounts, no payment over six months in respect of statutory dues was outstanding as on 31 March 2021.



किरोड़ी मल कॉलेज

दिल्ली विश्वविद्यालय, दिल्ली-११०००७

KIRORI MAL COLLEGE

University of Delhi, Delhi-110007

०८

KMC/Acct/Audit(SAR)/2020-21/ 1326

Date 15/12/2021

17.12.21

The Director(AMG-IV),
O/o the Director General of Audit,
Central Expenditure,
Indraprastha Estate,
New Delhi-110002.

Subject : SAR Audit of the Accounts for the Financial Year 2020-21

Sir,

This is with reference to your office letter No. AMG-IV/SAR/KMC/9-41/2021-22/1114 dated 01/12/2021 received on 03-12-2021, wherein enclosed the audit observations of the accounts of our college for the Financial Year 2020-21 with the request to furnish the confirmation of the facts and figures as appeared in the audit report along with replies/comments within 14 days.

In this context, please find enclosed the college replies/comments of the audit report for the F.Y. 2020-21.

Thanking You,

(Prof. Vibha Singh Chauhan)

V. Chauhan

Principal

Copy to :

1. Email to : hemraj.del.au@cag.gov.in and negig.del.cca@cag.gov.in

Kirori Mal College University of Delhi

SAR Audit Reply for the F.Y. 2020-21 against the letter No. AMG I/SAR/Kirori Mal College/9-41/2021-22/1141 dated 01-12-2021.

A. General

A.1 Fixed Assets (Schedule 4) -Rs.13.44crore

- i. In accordance with the format of Accounts prescribed by Ministry of Education the depreciation on the Fixed Assets has been charged on the Straight Line Method but the rates of depreciation are different from those prescribed by the Ministry of Education.
- ii. As per the Straight Line Method depreciation is to be charged at the Gross Value of the Assets whereas the College has charged depreciation on the Net Value(i.e. book value of assets as on 31.03.20). This needs to be recasted as per the Straight Line Method.

Reply:

Noted. It will be recasted as per the Straight Line Method in the financial year 2021-22.

A.2 Interest Earned (Schedule 12) - Rs.97.92 Lakh

The above schedule includes interest on Grants-in-aid during the year. As per the provisions of GFR, interest on grant is to be refunded to the UGC or to be depicted under current liability till it is refunded. However, the college has taken the interest income on Grants-in-aid as its own income. This has resulted in understatement of Current Liabilities & Provisions and overstatement of Capital Fund.

The interest earned on the Grants-in-aid during the year 2020-21 may be furnished.

Reply: In Regrds, the Interest earned in the saving bank account was shown every year in the Shedule-12 of the Annual Accounts. Which is specifically for Interest earned in the Saving Account with Scheduled bank/s.

As directed, we may depict a liability of Interest earned in our Accounts and adjusted with the UGC Grants in Sch.-10 of Annual Accounts in the F.Y. 2021-22.

A.3 UGC remitted two tranches of money to KMC totaling Rs.1.50 crore (Rs.75 lakhs each for conducting NET examination of Dec 2012 and June 2013). The college has not submitted utilization Certificate to U.G.C. as of now (March 2021) and entire amount is shown as liability to U.G.C as well as recoverable from Dr. S.P. Gupta in the accounts of KMC. Non adjustment of advances even after lapse of seven years has resulted in overstatement of Advances and understatement of Expenditure/Refund by Rs. 1.50 crore. This is being pointed out since 2018-19 but no action has been taken by KMC.

Reply: In regards, matter is sub Judice and under appeal committee.



A.4 Significant Accounting Policy and Notes to Accounts

As per notes to Accounts, the expenditure on salary has been booked from March 2020 to February 2021. No provision is made towards salary for the month of March 2021. The accounting policy is in contravention to the accrual basis of accounting which stipulates that all the expenses pertaining to financial year should be accounted for in that year itself.

Reply:

Noted. It will be rectified in the financial year 2021-22.

A.5 Bank Reconciliation statement

Bank Reconciliation statements of the bank accounts of KMC revealed the following unreconciled amount

| Sl No. | Name of the Bank/Account No. | Cheque Issued but not cleared | Amount debited in bank but not credited in cash book |
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| | Total | 84756 | 18700 |

These needs to be reconciled and taken into accounts.

Reply:

Noted.

B. Grants-in-aid

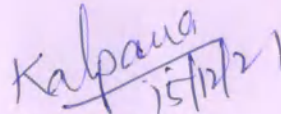
During the year 2020-21, Kirori Mal College received grant-in-aid of Rs.56.04 crore. It had an opening balance of Rs. 14.17 crore. Out of the total funds Rs. 70.21 crore of college utilized 64.90 crore leaving a balance of Rs. 5.31 crore as on 31st March 2021.

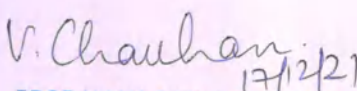
KMC's Hostel received grant-in-aid of Rs. 1.97 crore. It had an opening balance of Rs. 1.40 crore of previous year. Out of the total funds of Rs. 3.37 crore, an amount of Rs. 1.48 crore was utilized during the year 2020-21 leaving an unspent balance of Rs. 1.89 crore as on 31st March 2021.

Reply:

Noted.


15/12/21
Offg. Administrative Officer
KIRORI MAL COLLEGE
(UNIVERSITY OF DELHI)
DELHI-110 007


15/12/21
BURSAR
KIRORI MAL COLLEGE
(UNIVERSITY OF DELHI)
DELHI-110 007


17/12/21
PROF. VIBHA SINGH CHAUHAN
PRINCIPAL
KIRORI MAL COLLEGE
(UNIVERSITY OF DELHI)
DELHI-110 007

Annexure

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2. Adequacy of Internal Control System

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4. System of physical verification of inventory

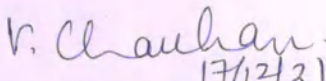
- The physical verification of stationery and consumables had been upto 2020-21.

5. Regularity in payment of statutory dues

- As per accounts, no payment over six months in respect of statutory dues was outstanding as on 31 March 2021.


15/1/21
Offg. Administrative Officer
KIRORI MAL COLLEGE
(UNIVERSITY OF DELHI)
DELHI-110 007


BURSAR
KIRORI MAL COLLEGE
(UNIVERSITY OF DELHI)
DELHI-1110 007


17/1/21
PROF. VIBHA SINGH CHAUHAN
PRINCIPAL
KIRORI MAL COLLEGE
(UNIVERSITY OF DELHI)
DELHI-110 007