CENTRAL UNIVERSITY OF HARYANA
[ESTABLISHED UNDER THE CENTRAL UNIVERSITIES ACT 2009]
JANT PALI VILLAGES, MAHENDERGARH – 123029. HARYANA
www.cuh.ac.in

NAAC Criteria Supporting Document

Criteria 6.4.4

Institution conducts internal and external financial audits regularly

2020-21

Agency: Indian Audit & Accounts Department

Link to Audited Statement of Accounts:
(**CAG Audit yet to be done**)

Finance Officer <financeofficer@cuh.ac.in>

Submission of Approved Annual Account for the year 2020-2021 of Central University of Haryana

Finance Officer <financeofficer@cuh.ac.in> Thu, May 5, 2022 at 10:19 AM
To: cehq.chd.pdac@cag.gov.in

Respected Sir,
Please find attached herewith on subject cited above for necessary action. Three copy of Annual Accounts have been dispatched.

With regards,

Sincerely,
Dr.Vikas Kumar
Finance Officer
Central University of Haryana
Mahendragarh, Haryana

2 attachments

Letter.pdf
679K

Balance sheet (2020-2021).pdf
4890K

178

भारतीय लेखापरीक्षा तथा लेखा विभाग
कार्यालय महानिदेशक लेखापरीक्षा (केन्द्रीय), चण्डीगढ़
Indian Audit & Accounts Department
Office of The Director General of Audit (Central), Chandigarh

सत्यमेव जयते

लोकहितार्थ सत्यनिष्ठा
Dedicated to Truth in Public Interest

431
04/05/22

क्रमांक:डी.जी.ए.(सेंट्रल)/के.व्यय/2022-23/08-09

दिनांक-:25.04.2022

प्राप्त स. 1838
दिनांक 5/5/2022
वित विभाग

5/5/2022
S.O.F

सेवा में,

The Register
Central University of Haryana Jant-Pali,
District Mahendergarh, (Haryana),

महोदय/महोदया,

आपके कार्यालय से सम्बंधित **2019** से **2021** तक अवधि की लेखा परीक्षा की निरीक्षण प्रतिवेदन इस अनुरोध के साथ संलगित किया जाता है कि प्रत्येक अनुच्छेद के विरुद्ध की गई कार्यवाही का उसके सन्मुख टिप्पणी की गई प्रतिलिपि इस कार्यालय को इस पत्र के जारी किये जाने की तिथि से 6 सप्ताह के भीतर भेज दें

लेखा परीक्षा निरीक्षण प्रतिवेदन को आपके कार्यालय द्वारा प्रस्तुत व उपलब्ध करवाई गई सूचना के आधार पर तैयार किया गया है| यह कार्यालय किसी भी तरह की गलत सूचना और उपलब्ध न कराई गई सूचना के लिए उत्तरदायी होना अस्वीकार करता है|

भवदीया,

वरिष्ठ लेखा परीक्षा अधिकारी

प्रतिलिपी : निम्नलिखित को सूचनार्थ एवं आवश्यक कार्यवाही हेतु भेजी जा रही है |

University grants commission,
Human Resource Development Ministry,
Govt. of India, Bahadur Shah Zafar Marg,
New Delhi-110002

-हस्ता-

वरिष्ठ लेखा परीक्षा अधिकारी

4.5.22

F-P

प्लाट न. 20-21, सेक्टर - 17ई, चण्डीगढ़ – 160017 Plot No. 20-21, Sector-17E, Chandigarh - 160017
दूरभाष/ Tel.No. 0172 - 2782020 & 2706117 फैक्स/ FAX No:0172 - 2782021 / 2783974 ई-मेल/ Email: pdacchandigarh@cag.gov.in

5/5/2022

CENTRAL UNIVERSITY OF HARYANA
[ESTABLISHED UNDER THE CENTRAL UNIVERSITIES ACT 2009]
JANT PALI VILLAGES, MAHENDERGARH – 123029. HARYANA
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NAAC Criteria Supporting Document

Criteria 6.4.4

Institution conducts internal and external financial audits regularly

2019-20

Agency: Indian Audit & Accounts Department

Link to Audited Statement of Accounts:
http://www.cuh.ac.in/admin/uploads/2022/annual-audit-report/Audited%20Annual%20Account%202019-2020.pdf

Speed Post

भारतीय लेखापरीक्षा तथा लेखा विभाग
कार्यालय महानिदेशक लेखापरीक्षा (केन्द्रीय), चण्डीगढ़

सत्यमेव जयते

Indian Audit & Accounts Department
Office of The Director General of Audit (Central), Chandigarh

स०/No: डी.जी.ए.(सी)/के.व्यय/SARCUH/2019-20/2020-21/ 1423 दि०/Dated: 27.9.2021

सेवा मे,

सचिव,
उच्चतर शिक्षा विभाग,
शिक्षा मंत्रालय,
भारत सरकार,
नई दिल्ली – 110001

विषय: Central University of Haryana, Mahendergarh के वर्ष 2019-20 के लेखाओं पर पृथक लेखापरीक्षा प्रतिवेदन

महोदय,

कृपया Central University of Haryana, Mahendergarh के वर्ष 2019-20 के लेखाओं पर पृथक लेखापरीक्षा प्रतिवेदन (Separate Audit Report) संसद के दोनों सदनों के समक्ष प्रस्तुत करने हेतु सलंग्न पायें | संसद में प्रस्तुत होने तक प्रतिवेदन को गोपनीय रखा जाए|

संसद में प्रस्तुत करने के उपरांत प्रतिवेदन की पांच प्रतियाँ इस कार्यालय को भी भेज दी जाएँ|

कृपया इस पत्र की पावती भेजें|

भवदीय,

संलग्न: उपरोक्त अनुसार

-हस्ता/-

महानिदेशक

उपरोक्त की प्रतिलिपी वर्ष 2019-20 की पृथक लेखापरीक्षा प्रतिवेदन की प्रति सहित आवश्यक कार्यवाही हेतु Vice Chancellor, Central University of Haryana, Mahendergarh, Village – Jant Pali, Mahendergarh, Haryana - 123029. को प्रेषित की जाती है|

भवदीया,

प्रतिभा 27/09/21

निदेशक (केन्द्रीय व्यय)

प्लाट न. 20-21, सेक्टर - 17ई, चण्डीगढ़ - 160017 Plot No. 20-21, Sector-17E, Chandigarh - 160017
दूरभाष/ Tel.No. 0172 - 2782020 & 2706117 फैक्स/ FAX No:0172 - 2782021 / 2783974 ई-मेल/ Email: pdacchandigarh@cag.gov.in

Separate Audit Report of the Comptroller & Auditor General of India on the Accounts of the Central University of Haryana, Mahendergarh for the year ended 31 March 2020

We have audited the Balance Sheet of the Central University of Haryana, Mahendergarh as on 31 March 2020 and Income and Expenditure 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 31 (1) of the Central University Act, 2009. These financial statements are the responsibility of the University'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 and Income and Expenditure Account/Receipts and Payments Account dealt with by this Report have been drawn up in the format prescribed by the Ministry of Human Resources Development, Government of India vide order No. 29-4/2012-FD dated 17 April 2015.

iii) In our opinion, proper books of accounts and other relevant records have been maintained by Central University of Haryana, Mahendergarh in so far as it appears from our examination of such books.

iv) We further report that:

A. Balance Sheet

A.1 Sources of Funds

A.1.1 Corpus/ Capital Fund: ₹ 183.99 crore (Schedule 1)

Above included ₹ 6.45 crore being Capital grant to the extent utilised for capital expenditure during the year 2019-20. Actual capital grant utilised worked out to ₹ 271.87 crore (OH-35: 271.52 plus HEFA 0.35) instead of ₹6.45 crore. This has resulted in understatement of Corpus/ Capital Fund and overstatement of Unutilised Grants under Current Liabilities by ₹ 265.42 crore.

A.1.2 Current Liabilities (Schedule 3): ₹ 307.04 crore

(i) The University has raised loan from Higher Education Financing Agency (HEFA) amounting to ₹ 43.78 crore. This loan amount was released to CPWD and the agency has utilized funds of ₹ 27.22 crore, against the ₹ 43.78 crore released for execution of various works. Interest charged on this term loan upto 31.03.2020 was ₹ 1.28 crore, out of which an amount of ₹ 0.35 crore was paid by the University, utilising the HEFA grant funds. These transactions have not been included in the Annual Accounts, except including payment of interest of ₹0.35 crore in Schedule 17 which has resulted in understatement of Liabilities by ₹ 44.71 crore (43.78 plus 0.93), understatement of Capital Work in Progress by ₹ 28.16 crore (including interest of 0.94) and understatement of Loans and Advances by ₹ 16.55 crore (43.78 minus 27.22).

(ii) Statutory Liabilities: ₹0.40 crore

Above amount has been booked by netting of plus balance with minus balances of ₹ 1.15 crore under various heads. Minus balances in liability heads indicate that the amount is receivable, which should have been booked under Loans, Advances & Deposits, instead of Current Liabilities. This has resulted in understatement of Current Liabilities as well as Loans, Advances & Deposits by ₹ 1.15 crore.

(iii) Unutilised grants: ₹ 297.30 crore

Above excludes HEFA Grant amounting ₹ 4.32 crore received from the Government of India, MHRD. This grant was transferred to the Escrow account held in Canara bank (account no. 3225201000326) in the name of University for repayment of principal amount of HEFA loan. An amount of ₹0.48 crore was paid by the University towards its share of repayment. However, it remained unpaid to HEFA at the year end and stood as balance of the aforesaid Escrow account. Non-recording of these transactions regarding availment of HEFA grant and escrow account balance have resulted in understatement of Unutilised grants by 4.32 crore, understatement of Current Liabilities by ₹0.48 crore and understatement of bank balance by ₹ 4.80 crore.

(iv) Grant sanctioned but not received amounting to ₹0.57 crore was not included in the accounts. This has resulted in understatement of Loans & Advances (on account of grants receivable) as well as Current Liabilities by ₹0.57 crore.

B. Application of Funds
Fixed Assets (Schedule 4)
Buildings
Roads & Bridges (Additions during the year): ₹ 2.92 crore

Above amount of ₹ 2.92 crore was released to CPWD during the year 2019-20. Documents/ records in support of current status of these works are not available with the University. In the absence of supporting documents, buildings should not have been capitalised. This has resulted in overstatement of Fixed Assets by ₹ 2.86 crore, overstatement of depreciation by ₹ 0.06 crore and understatement of Loans, Advances & Deposits by ₹ 2.92 crore.

C. Income & Expenditure Account
Income
Income from Investments (Schedule 11): ₹ 4.75 crore
Interest Earned (Schedule 12): ₹ 0.23 lakh

As per condition at Sl.no. 18 sanctioning grants all interest earned against Grant-in-Aid should be mandatorily remitted to UGC immediately after finalisation of accounts. Any interest earned out of Grant in Aid should not be treated as additional funds over and above the allocation. Keeping in view afore-said GFR provision and condition contained in sanction letter of grants, interest earned against Grant-in-Aid is neither income of the University nor is it to be treated as additional grants. It is to be remitted to UGC, and thus in cases of non-remittance, it is to be treated as a liability refundable to UGC.

The University earned interest of ₹3.76 crore on grant funds during the year 2019-20 which has been booked as income in Schedule 11 and 12. Condition contained in the sanction letter of grant clearly states that in cases of non-remittance interest earned on grants is to be treated as a liability refundable to UGC. Hence, provision of remittance of interest should have been made in the accounts. Non-provisioning of remittance of interest earned on grants has resulted in overstatement of Income and understatement of liabilities by ₹3.76 crore.

D. General

D.1 Net impact of Audit comments

Net impact of Audit comments on the Annual Accounts of the University for the year ending 31 March 2020 is as under:

i. Assets understated by ₹51.29 crore;

ii. Liabilities overstated by ₹ 210.43 crore;

iii. Corpus/Capital Fund understated by ₹261.72 crore. Besides, the surplus is overstated by ₹3.70 crore.

D.2 As per Schedule 3, receipts against ongoing sponsored projects were shown amounting to ₹328.78 lakh. However, sub-Schedule 3A is showing details of sponsored projects showing only to the extent of ₹ 25.78 lakh and details of projects for the balance amount of ₹303.00 lakh were not included in the sub-Schedule 3A.

D.3 Advances on capital account shown under Schedule 8 included the following balances:

(Amount in ₹ crore)

Advance to CPWD	22.04
NICSI	-0.07
RITES Limited	0.09
Total	22. 06

(i) As per the Form 65 furnished by CPWD, deposit held by it worked out to be ₹ 25.66 crore, which differs from ₹ 22.04 crore being shown in accounts and has not been reconciled by the University.

(ii) Negative balance in respect of NICSI should have been shown under the liabilities. This has resulted in understatement of Loans & Advances as well as Current liabilities by ₹0.07 crore.

E. Grant-in-aid

E.1 The position of grant-in-aid during the year 2019-20 was as detailed below:-

Particulars				Amount in ₹ crore	
	OH-31	OH-35	OH-36	HEFA	Total
Opening balance	2.22	300.48	0	0	302.70
Add: Grant Received during the year	13.90	9.75	15.63[1]	4.67	43.95[2]
Total Funds Available	**16.12**	**310.23**	**15.63**	**4.67**	**346.65**
Less: Utilisation during the year	13.35	271.52	15.63	0.35	300.85
Closing balance	**2.77**	**38.71**	**0**	**4.32**	**45.80**

E.2 Reconciliation between the figures of grant balances worked out in audit and figures of Schedule 3 and Schedule 3C/ Schedule 10 is as detailed below:-

				Amount in ₹ crore
Particulars	**As per Audit**	**As per Schedules 3C/10**	**Impact on grant in Schedule**	**Remarks**
Opening balance	302.70	19.50	+283.20	278.74 opening advances + 4.61 grant balance in Sch. 3C to be increased as per comment no. C.2 in the SAR for the year 2018-19 – 2.75 Project balances included in Sch. 3C as per comment no.B.2 of SAR 2018-19 + 2.28 project expenses included in grant exp. 2018-19 (54.12- 51.84) and balance difference of 0.32 to be reconciled.
Add: Grant Received during the year	43.95	39.12	+4.83	4.32 HEFA Grant + 0.51 grant receivable + 0.06 grant less taken - 0.06 excess grant included in 39.12
Provision of refund of interest	0	0.29	-0.29	
Total Funds Available	**346.65**	**58.90**	**287.74**	
Less: Refund of interest to UGC	0	0.29	+0.29	
Less: Capital Expenditure	271.87 (271.52 + 0.35)	15.81	-256.06	267.37 capital expenditure not booked – 9.36 capitalisation of advances (14.61-5.24) - 2.30 (provision for capital exp. included in 15.81) + 0.35 (HEFA 0.35-0)
Less: Utilisation during the year	28.98	38.33	+9.36	Revenue Expenditure Sch.15: -8.24 (15.63-23.87) Sch.17: -1.12 (9.03-10.15)

[1]Grant received on account of OH 36 also include ₹ 50.00 lakh received as grant for EWS salary purpose.

[2] Grant Received as per Schedule 3C is ₹39.12 crore which did not include HEFA grant of ₹4.32 crore, grant receivable of ₹0.57 crore but included grant of ₹0.06 crore from un-identified source.

Closing balance	**45.80**	**4.47**	**+41.33**	**Grant balance as per Sch. 3:** 297.29 Less: Capital advances included 288.10 Less: Provision for interest refund 4.72 **it is at par with Sch. 3C /10= 4.47**

Grant balances are needed to be corrected in Schedule 3 and Schedule 3C/ Schedule 10.

F. Management letter

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

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 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 Central University of Haryana, Mahendergarh as at 31 March 2020; and

b. In so far as it relates to Income & Expenditure Account, of the surplus for the year ended on that date.

For and on behalf of the C & AG of India

Director General of Audit
(Central), Chandigarh

Place: Chandigarh
Date: 27/9/21

Annexure to Audit Report

1. Adequacy of Internal Audit System

Pre-audit system is prevalent in the University. University is yet to prepare its internal audit manual.

2. Adequacy of Internal Control System

Internal Control System was inadequate to the extent that:

a) Contracts and Expenditure Control Register was not maintained;

b) Vouchers were not numbered;

c) Proper internal audit system is not functioning. Instead, pre-audit system is prevalent; and

d) Accounting manual was not prepared.

3. System of Physical Verification of Fixed Assets

Physical verification of fixed assets was conducted till 31.03.2020. 379 nos. of articles were found unserviceable and 18 nos. of articles were found short. University has not made any provision for these unserviceable and short items in the annual accounts.

Physical verification of library books was conducted in the months of May 2020 to July 2020.

4. System of Physical Verification of Inventories

Physical verification of inventory was conducted.

5. Regularity in payment of Statutory Dues

From the examination of records, it was observed that statutory liability on account of output CGST and output SGST amounting to ₹ 10,080/- in both cases respectively were outstanding since previous year.

प्रतिभा 27/09/21

Director

CENTRAL UNIVERSITY OF HARYANA
[ESTABLISHED UNDER THE CENTRAL UNIVERSITIES ACT 2009]
JANT PALI VILLAGES, MAHENDERGARH – 123029. HARYANA
www.cuh.ac.in

NAAC Criteria Supporting Document

Criteria 6.4.4

Institution conducts internal and external financial audits regularly

2018-19

Agency: Indian Audit & Accounts Department

Link to Audited Statement of Accounts:
http://www.cuh.ac.in/admin/uploads/2022/annual-audit-report/2018-2019.pdf

Speed Post

भारतीय लेखापरीक्षा तथा लेखा विभाग

कार्यालय प्रधान निदेशक लेखा परीक्षा (केन्द्रीय), चण्डीगढ़

सत्यमेव जयते

Indian Audit & Accounts Department

Office of The Principal Director of Audit (Central), Chandigarh

लोकहितार्थ सत्यनिष्ठा
Dedicated to Truth in Public Interest

स०/No: पी.डी.ए. (सी)/के. व्यय/SAR CUHM/2018-19/2020-21/ 05 दि०/Dated: 26.05.2020

सेवा मे,

सचिव,
उच्चतर शिक्षा विभाग,
मानव संसाधन विकास मंत्रालय, भारत सरकार,
शास्त्री भवन, नई दिल्ली – 110001

विषय: Central University of Haryana, Mahendergarh के वर्ष 2018-19 के लेखाओं पर पृथक लेखापरीक्षा प्रतिवेदन

महोदय,

कृपया Central University of Haryana, Mahendergarh के वर्ष 2018-19 के लेखाओं पर पृथक लेखापरीक्षा प्रतिवेदन (Separate Audit Report) संसद के दोनों सदनों के समक्ष प्रस्तुत करने हेतु सलंग्न पायें| संसद में प्रस्तुत होने तक प्रतिवेदन को गोपनीय रखा जाए|

संसद में प्रस्तुत करने के उपरांत प्रतिवेदन की पांच प्रतियाँ इस कार्यालय को भी भेज दी जाएँ |

कृपया इस पत्र की पावती भेजें |

भवदीय,

– हस्ता –

संलग्न: उपरोक्त अनुसार

प्रधान निदेशक

उपरोक्त की प्रतिलिपी वर्ष 2017-18 की पृथक लेखापरीक्षा प्रतिवेदन की प्रति सहित आवश्यक कार्यवाही हेतु कुलपति, Central University of Haryana, Jant-Pali, Mahendergarh Haryana Pin: 123031को प्रेषित की जाती है |

उप-निदेशक

Separate Audit Report of the Comptroller & Auditor General of India on the Accounts of the Central University of Haryana, Mahendergarh for the year ended 31 March 2019

We have audited the Balance Sheet of the Central University of Haryana, Mahendergarh as at 31 March 2019, Income & Expenditure 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 31(1) of the Central Universities Act, 2009. These financial statements are the responsibility of the University'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 and Income and Expenditure Account dealt with by this Report have been drawn up in the format prescribed by the Ministry of Human Resources Development, Government of India vide order No. 29-4/2012-FD dated 17

April 2015.

iii) In our opinion, proper books of accounts and other relevant records have been maintained by Central University of Haryana, Mahendergarh in so far as it appears from our examination of such books.

iv) We further report that:

A. Balance Sheet

A.1 Sources of Funds

A.1.1 Current Liabilities & Provisions (Schedule 3)
Unutilised Grants: ₹298.25 crore

The University has not made any provision for refund of interest of ₹4.72 crore earned against Grants in aid during the years 2017-18 and 2018-19 to UGC in the accounts. This has resulted in overstatement of Corpus Fund/ Capital Fund and understatement of Unutilised Grants by ₹4.72 crore each besides overstatement of Corpus Fund/ Capital Fund by ₹4.72 crore.

A.1.2 Current Liabilities & Provisions (Schedule 3)

A.1.2.1 Unutilised Grants: ₹298.25 crore

As per the prescribed format (page 87 and 88), for calculating Income on account of Revenue Grant, expenditure as per Expenditure schedules (Non Plan column) of the Income and Expenditure Account and actual payments made for retirement benefits should be included but Provision made for retirement benefits should not be included.

Provision for Accumulated Leave Encashment and Gratuity amounting to ₹2.96 crore has been booked as Income on account of revenue grant during the years of 2015-16 to 2018-19 instead of actual payments of ₹27.91 lakh made during this period which is in contradiction of the prescribed format. This has resulted in understatement of Unutilised Grants and overstatement of Corpus Fund/ Capital Fund by ₹2.68 crore each besides overstatement of Income on account of Grant Subsidies of current year by ₹69.50 lakh.

A.1.2.2 Provisions: ₹4.15 crore

Ministry of Human Resource Development (MHRD) vide its Notification No.19-1/2017-IFD dated 12 April 2017 directed that matter of extension of Gratuity and Death Gratuity to the employees of Autonomies Bodies/ organizations covered under NPS under the MHRD is under consideration in MHRD in consultation with Department of Expenditure, Ministry of Finance, therefore the benefits of Retirement

Gratuity and Death Gratuity to the employees of Autonomies Bodies/ organizations covered under NPS should be withdrawn till a final decision is taken in the matter with approval of Department of Expenditure, Ministry of Finance.

Above included provision of gratuity of ₹1.38 crore (including ₹0.42 crore made during the year 2018-19). Provision for gratuity is not required to be made in view of above directions of MHRD. This has resulted in overstatement of Current Liabilities & Provisions and understatement of Capital Fund by ₹1.38 crore each besides overstatement of expenditure of current year on account of Staff Payments & Benefits by ₹41.77 lakh.

A.2 Application of Funds

A.2.1 Fixed Assets (Schedule 4): ₹115.22 crore

A.2.1.1 The University has not been preparing year wise details of additions and yearly depreciation has not been calculated on the basis of the life of the assets, instead the University is simply charging the depreciation on the total value of Gross Block, which has resulted in overcharging of depreciation on some of the assets even after the expiry of their life.

This has resulted in understatement of Computers and Peripherals as well as Corpus Fund/ Capital Fund by ₹0.50 crore each (₹3.26 crore – ₹2.76 crore) besides overstatement of depreciation of current year by ₹0.16 crore (₹1.83 crore – ₹1.67 crore).

A.2.1.2 Scientific and Laboratory Equipment's valuing ₹ 3.84 crore purchased during the year 2018-19, were wrongly included under head teaching aid. Depreciation on Scientific and Laboratory Equipment's was charged @ 7.5% instead of applicable rate of 8%. This has resulted in overstatement of Fixed Assets (Schedule 4) by ₹ 1.92 lakh besides understatement of depreciation to the same extent.

A.2.1.3 Depreciation on Plant & Machinery & Equipment's was charged @ 7.5% instead of applicable rate of 5%. This has resulted in understatement of Fixed Assets (Schedule 4) by ₹ 5.21 lakh besides overstatement of depreciation to the same extent.

A.2.1.4 Depreciation on Sports Equipment's was charged @ 7.5% instead of applicable rate of 5%. This has resulted in understatement of Fixed Assets (Schedule 4) by ₹ 0.96 lakh besides overstatement of depreciation to the same extent.

A.2.1.5 The University has not shown the assets falling under the head Electrical Installation & Equipment's (depreciation rate being 5 % per annum) as per the required applicable format, instead these have been shown under other heads. Fixed assets needs to be categorised under proper heads as mentioned in the prescribed format.

Observations at Sl.No. A.2.1.2 to A.2.1.5 above were included in the previous year SAR but no compliance was made by the University.

A.2.2 Current Assets (Schedule 7):₹93.88 crore
Cash and Bank Balances

A.2.2.1 In term deposit Accounts: ₹85.98 crore and

The bank has transferred an amount of ₹41.00 lakh from Auto Sweep Account of Salary Head to saving account No.782400011006945 of this head maintained in Punjab National Bank Account. The University has wrongly credited the head "Interest on Auto Sweep Account-6945" instead of crediting "the Auto Sweep Account-6945". This has resulted in overstatement of Income/Surplus as well as Cash and Bank Balances in term deposit Accounts by ₹41.00 lakh each.

A.2.2.2 In Savings Accounts: ₹7.90 crore

(i) As per the University Books of Accounts, balance in the Punjab National Bank Account No. 78240001100392 was ₹10.59 crore (₹0.26 crore saving bank balance + ₹10.33 crore Auto Flexi balance). The Bank has certified the balance of ₹10.66 crore as on 31.03.2019. The University has not prepared the reconciliation for the difference of ₹0.07 crore.

(ii) As per the University Books of Accounts, there was a credit balance in the Punjab National Bank Account No. 78240001100426-NSS of ₹0.96 lakh. The Bank has certified the balance of ₹2.73 lakh. The University has not prepared the reconciliation for the difference of ₹1.77 lakh.

(iii) As per the University Books of Accounts, there was a credit balance in the Punjab National Bank Account No. 78240001100426-NSS and Account No. 78240001106927 of ₹0.96 lakh and ₹14.63 lakh, respectively. Credit balances in these accounts indicate excess payments than the available balances from these bank accounts. The University did not provide reconciliation of these differences to audit.

A.2.3 Loans, Advances & Deposits (Schedule 8)
Advances and other amounts recoverable in cash or in kind or for value to be received: for capital works: ₹278.75 crore

A.2.3.1 Above includes Furniture works amounting to ₹4.70 crore which had been completed against advance of ₹2.89 crore. Though these works had been completed, these were not capitalised. This has resulted in overstatement of Loans, Advances & Deposits by ₹2.89 crore, understatement of Fixed Assets by ₹4.47 crore (net), understatement of depreciation by ₹0.23 crore (@ of 5 % per annum on ₹4.70 crore) and understatement of Current Liabilities by ₹1.81 crore.

A.2.3.2 Above includes expenditure of ₹60.66 crore incurred by CPWD on various Buildings works which should have been booked under Capital Work in Progress. This has resulted in overstatement of Loans and Advances and understatement of Capital Work in Progress by ₹60.66 crore.

A.2.3.3 Out of the advance amount of ₹37.25 crore, two works of electrical installation amounting to ₹25.52 crore had been completed upto April 2017 but were not capitalised. This has resulted in overstatement of Loans, Advances & Deposits by ₹25.52 crore and understatement of Fixed Assets (Electrical Installations and Equipment) by ₹22.97 crore (net) and overstatement of Corpus Fund/ Capital Fund by ₹2.55 crore (depreciation @5 % per annum for two years on ₹25.55 crore), besides overstatement of surplus of current year by ₹1.28 crore.

Physical and Financial Status for the balance advance amount of ₹11.73 crore (₹37.25 crore – ₹25.55 crore) released to CPWD was not available. .

A.2.3.4 Above includes an amount of ₹3.22 crore paid (September 2016) to National Informatics Centre Services Inc. for providing Wi-Fi facility in the University. The work worth ₹ 0.96 crore was completed in June 2017 and was in use by the University since completion, however, the same was not capitalised. This has resulted in overstatement of Loans, Advances & Deposits by ₹0.96 crore, and understatement of Tangible Assets by ₹ 0.58 crore (net after charging depreciation of two years @20 % per annum) and overstatement of Corpus Fund/ Capital Fund by ₹0.38 crore. Further, non-charging of depreciation on these assets has resulted in overstatement of surplus of the current year by ₹0.19 crore.

This point was included in previous year observation at Sl.No. A.2.2 but no compliance has been made by the University.

A.2.3.5 Above includes an amount of ₹166.71 crore shown as advances paid to NBCC for construction of buildings and other development works. The buildings had already been completed upto July 2017 and were in use since completion but had not been captalised. This has resulted in overstatement of Loans and Advances by ₹166.71 crore, understatement of Tangible Assets by ₹160.04 crore (net) and overstatement of Corpus Fund/ Capital Fund by ₹6.67 crore (depreciation @ 2% for two years). Besides, surplus for the current year was overstated by ₹3.33 crore to the extent of depreciation of current year.

Besides, NBCC had further demanded ₹15.53 crore in respect of this work which has been contested by the University. The disputed amount of ₹15.53 crore has not been disclosed under Contingent Liabilities.

A.2.3.6 Above includes an amount of ₹1.88 crore shown as advances paid to DHBVNL for providing electricity connections and shifting of lines. The work was completed and the DHBVNL had furnished (June 2017) the utilization certificate of ₹1.88 crore, however the expenditure was not capitalized in the accounts. This has resulted in overstatement of Loans, Advances & Deposits by ₹1.88 crore, understatement of Tangible Assets by ₹1.69 crore (net after charging depreciation of two years @ 5 % per annum) and overstatement of Corpus Fund/ Capital Fund by ₹0.19 crore. Further, non-charging of depreciation on these assets has resulted in overstatement of surplus of the current year by ₹0.09 crore.

A.2.3.7 Canal Water Services Division, Mahendergarh submitted (September 2017) the final bill for the work of laying pipeline from Pump house MC-V Mahendergarh canal to Central University amounting to ₹6.95 crore including ₹0.47 crore for electricity connection. University deposited an amount of ₹6.46 crore (including the amount of electricity connection of ₹0.47 crore) upto 31.03.2019 with the agency. Since the work was completed and only testing was left, the expenditure of ₹5.97crore (₹6.46 crore - ₹0.47 crore of electricity connection) already incurred should have been transferred to Work in progress.

Further, the provision for outstanding amount of ₹0.49 crore (₹6.48 crore – ₹ 5.99 crore) has not been made in the accounts. This has resulted in overstatement of

Corpus Fund/ Capital Fund and understatement of Current Liabilities by ₹0.49 crore each.

Observations in respect of above matters were included in previous SAR but no compliance has been made by the University.

B. General

B.1 Net impact of Audit comments on the Annual Accounts

Net impact of Audit comments on the Annual Accounts of Central University of Haryana, Mahendergarh for the year ending 31 March 2019 is as under:

i Assets overstated by ₹8.08 crore.

ii Liabilities understated by ₹8.32 crore.

iii Corpus/Capital Fund overstated by ₹16.40 crore besides the Surplus is overstated by ₹10.04 crore.

B.2 Schedule 3C and Schedule 10 wrongly included balances of various sponsored project amounting to ₹2.18 crore. The correct amount was ₹2.75 crore (as per Schedule 3) which should have been shown under the Schedule 3A related to Sponsored Projects.

B.3 As per the prescribed format, Receipts and Payments Account has to be prepared. However, the University has not prepared the Receipts and Payments Account.

B.4 The University has also not prepared Balance Sheet, Income & Expenditure Account and Receipts and Payments Account in respect of GPF and NPS Accounts as per the requirement of prescribed format.

B.5 Mandatory disclosures in respect of (a) expenditure incurred on objects of the educational institutions (b) details of the services rendered by volunteers for which no payment has been made (c) details of items of exceptional and extraordinary nature (d) number of students and teachers (e) collection on account of building fund, sports activities, co-curricular activities, development charges and medical expenses & expenditure against each such head of collection (f)compliance with statutory dues like EPF and ESI (g) salary structure of teachers, have not been disclosed by way of notes, as per the requirement of prescribed format.

This observation was also included in the Separate Audit Report of the previous year but no compliance has been made by the University.

C. Grant-in-Aid

C.1 Out of the available funds of ₹71.50 crore (OH-31: ₹13.96 crore; OH-36: ₹15.01 crore and OH-35: ₹42.53 crore) including unspent previous year balance of ₹29.64[1] crore (OH31: ₹2.11 crore OH-36: ₹Nil and OH-35: ₹27.53 crore), Grant in Aid received during the year ₹41.86 crore (OH31: ₹11.85 crore OH-36: ₹15.01 crore and OH-35: ₹15.00 crore); the University utilized ₹47.54 crore (OH-31: ₹11.74 crore,OH-36: ₹15.01[2] crore, OH-35: ₹20.79 crore leaving unspent balance ₹23.96 crore (OH-31: ₹2.22 crore, OH-36: ₹Nil, OH-35: ₹21.74 crore) at the end of the year. The University had capital advances of ₹278.74 crore as on 31.03.2019. Thus, the University had an unspent balance of ₹302.70 crore (OH-31: ₹2.22 crore, OH-36: ₹Nil, OH-35: ₹300.48 crore) including capital advances at the end of the year.

C.2 Government of India, Ministry of HRD, Department of Higher Education vide letter F. No. 23011/02/2018-IF.1 dated 25.10.2018 advised not to show the negative balances corresponding to the fund spent from IRG in the books of accounts, instead IRG/ Corpus fund should be debited corresponding to the expenditure incurred out of it. However, the University had incurred expenditure of ₹4.61[∞] crore under the Object Head 36 of main grant in excess of funds available which was required to be met from Internal Revenue Generation.

C.3 Moreover, the University had not included receipt of Grant of ₹0.35 crore (₹55.55 crore – ₹55.20 crore) and receipt of Sponsored Project of ₹0.07 crore (₹1.68 crore – ₹1.61 crore) during the year 2017-18 in the Schedule 3C.

C.4 The unutilised grant (excluding capital advances) as on 31 March 2019 works out to ₹ 23.96 crore as stated in Comment No. C.1 whereas the same has been depicted as ₹ 19.50 crore in the Accounts. The difference of ₹ 4.46 crore needs to be reconciled.

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[1] Unspent balance as previous year SAR was ₹29.33 crore which included negative balance of ₹0.31 crore under object Head 36 which has been met by the University from IRG.

[2] Actual expenditure during the year was ₹19.31 crore, excess expenditure of ₹4.31 crore was met by the University from IRG.

[∞] Opening negative balance of ₹0.31 crore and expenditure of ₹19.31 crore incurred during the year 2018-19 against the available grant of ₹15.01 crore

D. Management letter

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

v) Subject to our observations in the preceding paragraphs, we report that the Balance Sheet, Income & Expenditure 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 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 Central University of Haryana, Mahendergarh as at 31 March 2019; and

b. In so far as it relates to Income & Expenditure Account, of the surplus for the year ended on that date.

For and on behalf of the C & AG of India

Principal Director of Audit (Central),
Chandigarh

Place: Chandigarh
Date:

Annexure to Audit Report

1. Adequacy of Internal Audit System.

Internal Audit system was found to be deficient as:-

a) University has not prepared its Internal Audit Manual.

b) Pre-audit system was in existence. One Consultant for Internal Audit has been appointed by the University but he is performing the duties of pre-audit.

2. Adequacy on Internal Control System

The Internal Control was inadequate in view of the following:

a) Proper framework for establishing adequate information System has not been implemented.

b) Accounting Manual has not been prepared;

c) Confirmation of Loans and Advances from respective parties has not been taken.

d) Print out of the Tally generated Vouchers were not been taken and authenticated by authorities of the University.

e) In the Stock Registers maintained by the Store Department, totals of values of assets entered (upto 31.03.2019) therein have not been made and the assets entered therein are not grouped as per categories mentioned in the prescribed format. Thus, the Gross Block of Fixed Assets as recorded in the Annual Accounts could not be verified from the Stock Registers maintained.

f) Misclassification of ₹7.39 lakh has been noticed in Fixed Assets shown in the schedule of Fixed Assets and the ledgers maintained in Tally. Misclassification indicates poor control in maintaining books of accounts.

g) Item wise, highest and lowest levels of consumable stock have not been fixed and maintained.

h) Ledgers of grants (OH-31, OH-35 and OH-36) have not been maintained properly as the grant ledgers are only showing grants receipt during the year. Other transaction of grant opening balance, expenditure made during the year are not being incorporated in Grant Ledger before arriving at closing balance.

3. Physical verification of Fixed Assets other than Library Books

Physical verification of Fixed Assets has not been conducted since the financial year 2013-14 except that physical verification of fixed assets purchased during the year 2014-15 was conducted in 2015-16.

4. Physical Verification of Library Books

Library was having 32133 books as on 31 March 2019. Last physical verification of library was conducted in October 2016. As per the GFR the next verification is to be conducted upto October 2019. The University stated that next verification will be conducted in June-July 2020.

5. Physical Verification of Inventory

A reference is invited to Sl. No. (v) of Significant Accounting Policies (Schedule 23) related to stocks which states expenditure on stock is accounted as revenue expenditure except that the value of closing stock held on 31st March is set up as inventories by reducing the corresponding revenue expenditure on the basis of information obtained from departments.

It has been observed that no such verification of stock was conducted to work out the closing stock as on 31.03.2019 as mentioned in the above mentioned Significant Accounting Policy.

6. Regularity in payment of Statutory dues

As per books of accounts the University was regular in payment of statutory dues.

Deputy Director

CENTRAL UNIVERSITY OF HARYANA
[Established under the Central Universities Act 2009]
Jant Pali Villages, Mahendergarh – 123029. Haryana
www.cuh.ac.in

NAAC Criteria Supporting Document

Criteria 6.4.4

Institution conducts internal and external financial audits regularly

2017-18

Agency: Indian Audit & Accounts Department

Link to Audited Statement of Accounts:
http://www.cuh.ac.in/admin/uploads/2022/annual-audit-report/2017-2018_annual.pdf

Speed Post

भारतीय लेखापरीक्षा तथा लेखा विभाग
कार्यालय प्रधान निदेशक लेखापरीक्षा (केन्द्रीय), चण्डीगढ़

सत्यमेव जयते

Indian Audit & Accounts Department
Office of The Principal Director of Audit (Central), Chandigarh

स०/No: पी.डी.ए. (सी)/के. व्यय/SAR/ CUH Mahendergarh/ 2017-18/2018-19/ 2901 दि०/Dated: 13.12.2018

सेवा मे,

सचिव,
उच्चतर शिक्षा विभाग,
मानव संसाधन विकास मंत्रालय,
भारत सरकार
कमरा न. 127, सी विंग
शास्त्री भवन, नई दिल्ली – 110001

विषय: हरियाणा केंद्रीय विश्वविद्यालय, महेंद्रगढ़ (Central University of Haryana, Mahendergarh) के वर्ष 2017-18 के लेखाओं पर पृथक लेखापरीक्षा प्रतिवेदन

महोदय,

कृपया हरियाणा केंद्रीय विश्वविद्यालय, महेंद्रगढ़ (Central University of Haryana, Mahendergarh) के वर्ष 2017-18 के लेखाओं पर पृथक लेखापरीक्षा प्रतिवेदन (Separate Audit Report) संसद के दोनों सदनों के समक्ष प्रस्तुत करने हेतु सलंग्न पायें| संसद में प्रस्तुत होने तक प्रतिवेदन को गोपनीय रखा जाए|

संसद में प्रस्तुत करने के उपरांत प्रतिवेदन की पांच प्रतियाँ इस कार्यालय को भी भेज दी जाएँ |

कृपया इस पत्र की पावती भेजें |

भवदीय,

हस्ता

प्रधान निदेशक

संलग्न: उपरोक्त अनुसार

उपरोक्त की प्रतिलिपी वर्ष 2017-18 की पृथक लेखापरीक्षा प्रतिवेदन की प्रति सहित आवश्यक कार्यवाही हेतु कुलपति, हरियाणा केंद्रीय विश्वविद्यालय (Central University of Haryana, Mahendergarh), जांट-पाली गांव, महेंद्रगढ़, हरियाणा-123031 को प्रेषित की जाती है |

उप निदेशक (केन्द्रीय व्यय)

प्लाट न. 20-21, सेक्टर - 17ई, चण्डीगढ़ - 160017 Plot No. 20-21, Sector-17E, Chandigarh - 160017
दूरभाष/ Tel.No. 0172 - 2782020 & 2706117 फैक्स/ FAX No:0172 - 2782021 / 2783974 ई-मेल/ Email: pdacchandigarh@cag.gov.in

Separate Audit Report of the Comptroller & Auditor General of India on the Accounts of the Central University of Haryana, Mahendergarh for the year ended 31 March 2018

We have audited the Balance Sheet of the Central University of Haryana, Mahendergarh as at 31 March 2018, 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 31(1) of The Central Universities Act, 2009. These financial statements are the responsibility of the University'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 except as commented in para B.8, 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 dealt with by this Report have been drawn up in the format prescribed by the Ministry of Human Resources Development, Government of India vide order No. 29-4/2012-FD dated 17 April 2015.

iii) In our opinion, proper books of accounts and other relevant records have been maintained by Central University of Haryana, Mahendergarh in so far as it appears from our examination of such books.

iv) We further report that:

A. Balance Sheet
A.1 Sources of Funds
Current Liabilities & Provisions (Schedule 3)
Current Liabilities
Sundry Creditors for Goods & Services: ₹ 2.13 crore

A.1.1 Above does not include the provisions for the liabilities payable for the year 2017-18 amounting to ₹ 0.16 crore which have been paid during the year 2018-19. This has resulted in understatement of Provisions (Schedule 3) and overstatement of Corpus Fund (Schedule 1) by ₹ 0.16 crore each besides understatement of Expenditure of current year by the same amount.

A.1.2 It has been noticed that NBCC and Canal Water Service Station have incurred expenditure of ₹ 15.62 crore and ₹ 0.49 crore respectively in excess of the advance amount granted to them and have demanded the balance amount from the University but provision for expenditure has not been made in the Accounts. This has resulted in understatement of Current Liabilities & Provisions (Schedule 3) as well as Capital Work in Progress (Schedule 4) by ₹ 16.11 crore each.

A.2 Application of Funds
A2.1 Fixed Assets
Tangible Assets (Schedule-4) - ₹ 118.35 crore

The amount of depreciation of ₹ 5.06 crore for the year 2017-18 was not charged to Income Expenditure Account. This was not in consonance with the format of account prescribed by MHRD and has resulted in overstatement of Fixed Assets to the same extent.

A.2.2 Loans & Advances (Schedule-8)-₹ 265.01 Crore
Advances on Capital account- ₹ 264.86 crore

Above included an amount of ₹ 177.79 crore for which works have been completed by the executing agencies and the assets have been put to use by the University but the advance amount has not been capitalised in the Annual Accounts. This has resulted in overstatement of Advances on Capital Advances (Loans, Advances and Deposits, Schedule 8) by ₹ 177.79 crore, understatement of Tangible Assets (Schedule 4) by ₹174.00 crore (₹ 177.79 crore, assets completed less depreciation ₹ 3.79 crore), understatement of depreciation by ₹ 3.79 crore thereby overstatement of Corpus Fund (Schedule 1) to the same extent.

B. General

B.1 Net impact of Audit comments on the Annual Accounts

Net impact of Audit comments on the Annual Accounts of Central University of Haryana, Mahendergarh for the year ending 31 March 2018 is as under:

(i) Assets understated by ₹ 7.26 crore.

(ii) Liabilities understated by ₹ 16.27 crore.

(iii) Corpus/Capital Fund overstated by ₹ 9.01 crore besides surplus is overstated by ₹ 9.01 crore.

B.2 Provisions

Accumulated leave Encashment: ₹ 1.98 crore

Above wrongly included accumulation of provision for gratuity ₹ 1.02 crore as on 31-03-2018 which should have been shown separately under Provisions. This has resulted in overstatement of Accumulated Leave Encashment and understatement of provision for Gratuity by ₹ 1.02 crore each.

B.3 An amount of ₹ 2.81 crore has been added in Corpus as shown in Schedule 1 of Balance Sheet as prior period adjustment. It has been stated by the University that while preparing the accounts of current year it was observed that due to change in some grouping and other adjustment in accounting software "Tally", to keep the accounts in parity differential amount of ₹ 2.81 crore is transferred to Corpus as prior period adjustment.

The above mentioned fact should have been disclosed by way of a note in the Notes to Accounts (Schedule 24).

B.4 The University has not shown the assets falling under the heads of Electrical Installation & Equipments (depreciation rate being 5 percent per annum), Scientific & Laboratory Equipments (depreciation rate being 8 percent per annum) and Audio-Visual Equipments (depreciation rate being 7.5 percent per annum) separately as per the requirement of applicable format; instead these have been shown under other heads. Fixed Assets needs to be categorised under proper heads as mentioned in the prescribed format. Improper classification of above assets also affected the amount depreciation calculated on such assets.

B.5 Depreciation rates adopted by the University in respect of Sports equipment and Plant & Machinery were different from the rates given in the format of account prescribed by the MHRD.

B.6 Loans & Advances (Schedule 8): ₹ 265.01 Crore
Advances on Capital account: ₹ 264.86 crore

Above included an amount of ₹ 77.40 crore which is utilised by the executing agencies on carrying out the various works and the same should have been shown as Capital work in progress instead of as advances. This has resulted in overstatement of Advances on Capital Advances (Loans, Advances and Deposits, Schedule 8) and understatement of Capital work in progress (Schedule 4) by ₹77.40 crore each.

B.7 Department and Project expenses to the tune of ₹ 1.19 crore shown under Academic Expenses (Schedule 16) was worked out after reducing the Prior Period Project Expenses of ₹ 34.86 lakh. The University stated that balance of ₹ 34.86 lakh standing under Endowment Fund, was already expensed off in the previous financial years but was not charged against the standing fund. Hence, to maintain parity in accounts, the adjustment was made this year by reducing the Fund balance to 'Nil' (as there is no fund available) and Expense which already have affected Income & Expenditure account instead of fund, are reduced.

The above mentioned fact should have been disclosed by way of a note in the Notes to Accounts (Schedule 24)

B.8 As per the Annual Accounts, the University has Interest Earned and Departmental Receipts amounting to ₹ 8.77 crore during the year 2017-18, whereas, as per the Utilisation Certificate (UC), the University has shown Interest Earned and Departmental Receipts amounting to ₹ 7.86 crore. Reasons for the less depiction of Interest Earned and Departmental Receipts amounting to ₹0.91 crore in the utilisation certificates were sought but not intimated by the University.

B.9 The University has not disclosed the fact that two court cases relating to dispute in ownership of land were pending as on 31-03-2018. In one appeal case involving 46 Kanal 10 Marla land the Additional District Judge upheld (April 2016) the decision of trial court in favour of plaintiff. The University has filed review petition in District Court, Narnaul which is still pending. The another case involving 161 Kanal 15 Marla land is also pending in District Court, Narnaul.

B.10 Mandatory disclosures in respect of, (a) expenditure incurred on objects of the educational institutions; (b) details of the services rendered by volunteers for which no payment has been made; (c) details of items of exceptional and extraordinary nature; (d) number of students and teachers; (e) collection on account of building fund, sports activities, co-curricular activities, development charges and medical expenses, & expenditure against each such head of collection; (f) compliance with statutory dues like EPF and ESI (g) salary structure of teachers Following information, have not been disclosed by way of notes, as per the requirement of prescribed format.

This observation was also included in the Management Letter issued separately with the Separate Audit Report of the previous years but no compliance has been made by the University.

C. Grant-in Aid

Out of total available funds of ₹ 90.96 crore including previous year unspent balance of ₹ 35.41[1] crore and Grant-in-Aid received during the year ₹ 55.55 crore the University could utilise a sum of ₹ 61.63 crore leaving an unspent balance of ₹ 29.33 crore at end of year. The University has capital advances of ₹ 264.86 crore as on 31.03.2018.

Apart from the above, University received additional grants (on account of various projects) to the tune of ₹ 8.75 crore (including opening balance of ₹ 7.07 crore). Out of total available funds, an amount of ₹ 3.72 crore was utilized during the year, leaving the unspent balance of ₹ 5.03 crore.

D. Management Letter

Deficiencies which have not been included in the Audit Report have been brought to the notice of the Central University of Haryana through a management letter issued separately for the remedial/corrective action.

v) Subject to our observations in the preceding paragraphs, we report that the Balance Sheet and Income and Expenditure 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

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[1] As per the previous SAR unutilized balances of grants was ₹ 353.59 crore which included Capital Advances of ₹ 318.18 crore.

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 Central University of Haryana, Mahendergarh as at 31 March 2018; and

b. In so far as it relates to Income & Expenditure Account, of the surplus for the year ended on that date.

For and on behalf of the C & AG of India

13/12/18

Principal Director of Audit (Central), Chandigarh

Place: Chandigarh
Date:

Annexure to Audit Report

1. Adequacy of Internal Audit System

Internal Audit system was found to be deficient as:-

a) University has not prepared its Internal Audit Manual.

b) Pre-audit system was in existence. One Consultant for Internal Audit has been appointed by the University but he is performing the duties of pre-audit.

2. Adequacy on Internal Control System

Internal Control was found to be deficient as

a) Proper framework for establishing adequate information System has not been implemented.

b) Confirmation of Loans and Advances from respective parties has not been taken.

3. Physical verification of Fixed Assets

Physical verification of Fixed Assets for the years 2014-15, 2015-16, 2016-17 and 2017-18 has not been conducted.

4. Physical verification of Inventories

A reference is invited to Sl. No. (v) of Significant Accounting Policies (Schedule 23) related to stocks which states expenditure on stock is accounted as revenue expenditure except that the value of closing stock held on 31st March 2018 is set up as inventories by reducing the corresponding revenue expenditure on the basis of information obtained from departments. They are valued at cost.

It has been observed that no such verification of stock was conducted to work out the closing stock as on 31.03.2018 as mentioned in the above mentioned Significant Accounting Policy.

5. Regularity in payment of Statutory dues

As per the records, the University is regular in depositing the undisputed statutory dues.

Deputy Director

संदीप लाल, आई.ए.ए.एस
SANDEEP LALL, IAAS

सत्यमेव जयते

प्रधान निदेशक - लेखा परीक्षा (केन्द्रीय), चण्डीगढ़
PRINCIPAL DIRECTOR OF AUDIT
(CENTRAL), CHANDIGARH

NO: PDA (C)/ CE/ SAR/CU Hr/18-19/ 2903
Dated : 13.12.2018

Dear Prof. Kuhad,

While conducting the audit of annual accounts of your University for the year ended 31 March 2018 certain deficiencies were noticed. Significant audit comments in respect of the same have already been reported through the Separate Audit Report on the accounts of the University. However, certain deficiencies which have not been included in the Separate Audit Report (as detailed in the annexure) are being brought to your notice for remedial/ corrective action.

Kindly issue instructions for taking corrective measures in this regard.

with warm regards,

Yours sincerely,

13/12/18

Prof. R. C. Kuhad
Vice-Chancellor,
Central University of Haryana,
Mahendergarh

प्रथम तल, लेखा भवन, सैक्टर 17-ई, चण्डीगढ़ – 160 017
दूरभाष / Tel : 0172-2782020 27802022 ई-मेल / e-mail : pdacchandigarh@cag.gov.in
1st Floor, Lekha Bhawan, Sector 17-E, Chandigarh - 160 017
Fax : 0172-2782021 & 2783974

Annexure to the management letter

A. Balance Sheet
Application of Funds
Fixed Assets
Plant & Machinery & Equipments

A.1 Plant & Machinery: ₹ 0.27 crore

Depreciation on Plant & Machinery is charged @7.5 percent per annum instead of at applicable rate of 5 percent per annum since 2014-15. Charging of depreciation at higher rate has resulted in understatement of Corpus Fund (Schedule 1) by ₹ 3.63 lakh (to the extent of excess depreciation charged) and understatement of Fixed Assets by same amount.

A.2 Teaching Aids: ₹ 4.90 crore

Scientific & Laboratory Equipment valuing ₹ 1.48 crore purchased during the year 2017-18, on which prescribed depreciation rate is @ 8 percent p.a. were wrongly classified as 'Teaching Aids' and depreciated at @ 7.5 percent p.a. This has resulted in understatement of depreciation charge by ₹ 0.74 lakh (0.5 percent on ₹ 1.48 crore) and consequent overstatement of Corpus Fund (schedule 1) as well as Fixed Assets (Schedule 4) by the same extent.

B. Income & Expenditure account
Expenditure
Staff payments & benefits (Schedule 15)
Retirement and Terminal benefits – ₹ 184.11 lakh

Above wrongly includes ₹ 4.18 lakh towards payment of leave encashment to the staff. The payment to staff on this account should have been charged from the provision instead of booking it as expenditure. This has resulted in overstatement of Expenditure as well as Current Liabilities & Provisions (Schedule 3) by ₹ 4.18 lakh each besides understatement of Corpus Fund (Schedule 1) to the same extent.

C. General
Related Party Disclosures

Disclosures as regarding (i) transactions between the educational institutions and the members of the governing body of the educational institutions; (ii) transactions between the educational institutions and the relatives of the members of the governing body managing the educational institutions and (iii) Transactions between the educational institutions and its "Key management personnel" or relatives of the key management personnel, have not been disclosed by way of notes, as per the requirement of prescribed format.

Deputy Director

दूर

CENTRAL UNIVERSITY OF HARYANA
[ESTABLISHED UNDER THE CENTRAL UNIVERSITIES ACT 2009]
JANT PALI VILLAGES, MAHENDERGARH – 123029. HARYANA
www.cuh.ac.in

NAAC Criteria Supporting Document

Criteria 6.4.4

Institution conducts internal and external financial audits regularly

2016-17

Agency: Indian Audit & Accounts Department

Link to Audited Statement of Accounts:
http://www.cuh.ac.in/admin/uploads/2022/annual-audit-report/Annual%20Audited%20Report%202016-17%20(English).pdf

Speed post

भारतीय लेखा परीक्षा तथा लेखा विभाग
कार्यालय प्रधान निदेशक लेखा परीक्षा (केन्द्रीय), चण्डीगढ़

Indian Audit & Accounts Department
Office of The Principal Director of Audit (Central), Chandigarh

सत्यमेव जयते

क्रमांक: पी.डी.ए. (सी)/के. व्यय/SAR CUHM 2016-17/2017-18/4463
दिनांक: 5-12-2017

सेवा मे,

सचिव,
शिक्षा विभाग,
मानव संसाधन विकास मंत्रालय,
भारत सरकार
नई दिल्ली – 110001

विषय: Central University of Haryana, Mahendergarh के वर्ष 2016-17 के लेखाओं पर पृथक लेखापरीक्षा प्रतिवेदन

महोदय,

कृपया Central University of Haryana, Mahendergarh के वर्ष 2016-17 के लेखाओं पर पृथक लेखापरीक्षा प्रतिवेदन (Separate Audit Report) संसद के दोनों सदनों के समक्ष प्रस्तुत करने हेतु सलंग्न पायें। संसद में प्रस्तुत होने तक प्रतिवेदन को गोपनीय रखा जाए।

संसद में प्रस्तुत करने के उपरांत प्रतिवेदन की पांच प्रतियाँ इस कार्यालय को भी भेज दी जाएँ।

कृपया इस पत्र की पावती भेजें।

भवदीय,

– हस्ता –

संलग्न: उपरोक्त अनुसार

प्रधान निदेशक

उपरोक्त की प्रतिलिपी वर्ष 2016-17 की पृथक लेखापरीक्षा प्रतिवेदन की प्रति सहित आवश्यक कार्यवाही हेतु Vice Chancellor, Central University of Haryana, Jant-Pali Mahendergarh, Haryana को प्रेषित की जाती है।

उप निदेशक (केन्द्रीय व्यय)

प्लाट न. 20-21, सेक्टर - 17ई, चण्डीगढ़ – 160017 Plot No. 20-21, Sector-17E, Chandigarh - 160017
दूरभाष/ Tel.No. 0172 - 2782020 फैक्स/ FAX No:0172 - 2782021 / 2783974 ई-मेल/ Email: pdacchandigarh@cag.gov.in

Separate Audit Report of the Comptroller & Auditor General of India on the Accounts of the Central University of Haryana, Mahendergarh for the year ended 31 March 2017

We have audited the Balance Sheet of the Central University of Haryana, Mahendergarh as at 31 March 2017, 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 31(1) of The Central Universities Act, 2009. These financial statements are the responsibility of the University'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 and Income & Expenditure Account dealt with by this Report have been drawn up in the format prescribed by the Ministry of Human Resources Development, Government of India vide order No. 29-4/2012-FD dated 17 April 2015.

iii) In our opinion, proper books of accounts and other relevant records have been maintained by Central University of Haryana, Mahendergarh in so far as it appears from our examination of such books.

iv) We further report that:

A. Balance Sheet

A.1 Sources of Funds

Current Liabilities & Provisions (Schedule 3)

Short term Provisions: Rs.18.55 lakh

(a) The provisions for the liabilities payable for the year 2016-17 amounting to Rs.15.28 lakh has not been provided in the accounts. This has resulted in understatement of Provisions (Schedule 3) and overstatement of Current Liabilities (Unutilized grants) by Rs.15.28 lakh.

(b) The University has created a "Provision for Accumulated Leave Encashment" of Rs.13.70 lakh as on 31.03.2017 instead of Rs.10.09 lakh as worked out by the actuary. Excess provision made has resulted in overstatement of provision for Accumulated Leave Encashment and understatement of Surplus by Rs.3.61 lakh.

A.2 Application of Funds

Loans & Advances (Schedule 8)

Advances on Capital Account: Rs.318.18 crore

A) The above includes an amount of Rs.94.24 crore advances paid to CPWD, NBCC etc. the works in respect of which had already been completed till 31-03-2017 and these had been put to use. These assets have not been capitalized. Non- capitalisation of these assets has resulted in to overstatement of Loans & Advances by Rs. 94.24 crore and understatement of Fixed Assets by Rs. 94.24 crore. This has resulted in understatement of Corpus Fund and overstatement of Current liabilities by Rs. 94.24 crore.

B) The above also includes advances for buildings worth Rs.25.55 crore which were near completion stage as on 31-03-2017 but this amount was not booked under Capital Work in Progress head. This has resulted into overstatement of Loans & Advances and understatement of Capital Work in Progress by Rs.25.55 crore. This has also resulted in understatement of Corpus Fund and overstatement of Current liabilities by Rs.25.55 crore.

B. Grant in aid

Out of available funds of Rs.472.54 crore including previous unspent balance of Rs.298.80 crore (including Capital Advances of Rs.224.44 crore) and grant in aid received during the year Rs.80.00 crore, the University could utilize a sum of Rs.118.96 crore, leaving unspent balance of Rs.353.59 crore (including Capital Advances of Rs.318.18 crore) at the end of the year.

Out of available additional grants of Rs.11.29 crore including previous unspent balance of Rs.3.32 crore and grants received during the year Rs.80.00 crore, the University, utilized a sum of Rs.1.73 crore (Rs.0.40 crore directly booked in to expenditure and Rs.1.33 crore booked in schedule3C of B/S), leaving an unspent balance of Rs.9.56 crore at the end of the year.

C. General

C.1 Net impact of Audit comments on the Annual Accounts

Net impact of Audit comments on the Annual Accounts of Central University of Haryana, Mahendergarh for the year ending 31 March 2017 is as under:

i Liabilities overstated by Rs.119.83 crore;

ii Surplus during the year and Corpus/Capital Fund understated by Rs. 119.79 crore and Rs. 0.04 crore respectively.

C.2 As per the Notes and instructions (Schedule 23) for compilation of financial statements of Central Educational Institutions Schedules forming part of accounts, in respect of funds, educational institutions should disclose Assets, such as investments, and liabilities belonging to each fund separately.

The University has been receiving the General Development Assistance grants from University Grants Commission. Besides, the University received additional grants of Rs.7.97 crore during the year 2016-17.

Mixing of funds has been noticed in respect of following figures of various schedules:-

(Amount in Rs. except stated otherwise)

Particular	**General Development Assistance grant**	**Additional grants**	**Endowment Funds-JRF**	**Total**
Unutilized grants (Schedule 3)	35.41 crore	7.07 crore	--	42.48 crore
Academic Receipts (Schedule 9)	21580672	1665250	--	23245922
Interest on saving bank accounts (Schedule 12)	6038927	931711	--	6970638
Expenditure as per Income and Expenditure Account	175791883	17256071		193047954
Cash and bank balances (Schedule 7)	1099434411	63391473		1162825884

Thus, It has been noticed that Assets, such as investments, and liabilities belonging to each fund has not been shown separately under each fund as per above requirement of format of Financial Statements applicable to the University.

C.3 Receipt and Payment Account has not been prepared and included in the financial statements.

D. Management letter

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

v) Subject to our observations in the preceding paragraphs, we report that the Balance Sheet and Income and Expenditure 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 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 Central University of Haryana, Mahendergarh as at 31 March 2017; and

b. In so far as it relates to Income & Expenditure Account, of the surplus for the year ended on that date.

For and on behalf of the C & AG of India.

04/12/17

Principal Director of Audit (Central),
Chandigarh

Place: Chandigarh
Date: 04/12/17

Annexure to Audit Report

1. **Adequacy of Internal Audit System.**

   Internal Audit system was found to be deficient as:-

   a) University has not prepared its Internal Audit Manual.

   b) Pre-audit system was in existence. One Consultant for Internal Audit has been appointed by the University but he is performing the duties of pre-audit only.

2. **Adequacy on Internal Control System**

   Internal Control was found to be deficient as:

   a) Confirmation of saving bank balances and Investments with the banks has not been taken from concerned banks.

   b) Confirmation of Loans and Advances from respective parties has not been taken.

3. **Physical verification of Fixed Assets**

   Physical verification of Fixed Assets for the year 2014-15, 2015-16 and 2016-17 was not conducted. Only physical verification of non-consumable items purchased during the year 2014-15 was conducted during the year 2015-16 and no deficiency noticed.

4. **Physical verification of Inventories**

   Consumable material is being purchased as per the requirement of the University, therefore, no system of physical verification of Inventory is in existence.

5. **Physical verification of Library Books**

   Library was having 239311 books as on 31st March 2017. No Physical verification was conducted. However, partial physical verification of books purchased during the year 2016-17 was conducted and 227 books valuing Rs.9.07 lakh were found missing. Final action in respect of missing books is awaited.

6. **Regularity in payment of Statutory dues**

   As per the records, the University is regular in depositing the undisputed statutory dues.

Deputy Director