



भारतीय प्रौद्योगिकी संस्थान रोपड़  
INDIAN INSTITUTE OF TECHNOLOGY ROPAR  
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F.No.31 (J)/CAG Audit /2021-22/IITRPR/ 397

05-08-2022

To

The Director (CE),  
Office of the Principal Director of Audit (Central),  
Indian Audit & Accounts Department,  
Plot No 20-21, Lekha Pariksha Bhawan, Sector 17-E  
Chandigarh- 160017

**Sub: Replies to Draft Audit Comments on the Annual Accounts of IIT Ropar, Punjab for the year ended 31<sup>st</sup> March 22.**

Sir,

This has reference to the draft audit comments vide ref no-D.G.A(C)/C.E/SAR IITR-2021-22/2022/970 dated 20.07.2022, the point wise replies to the Draft Audit Comments on the annual Accounts of IIT Ropar for the year ended on 31.03.2022 is as under:

Sl. No.	Comment in Draft Audit Report	Reply
A. A.1	<b>Balance Sheet</b> <b>Sources of Funds</b> <b>Current liabilities and Provisions (Schedule 3)</b> <b>Expenses Payable (Institute): Rs. 4.61 crore</b> A reference is invited to Significant Accounting Policy at Sl. no. 1 (Schedule 23) which inter alia states that the financial statements are prepared on the accrual basis of accounting. Above does not include expenses of Rs 2.44 crore pertaining to financial year 2021-22 but paid in April-May 2022. This has resulted in understatement of expenses payable (institute) by Rs 2.44 crore as well as expenditure by Rs 2.44 crore.	<p>Due care has been taken while taking provision of expenses. However, observation of audit has been noted and will be taken care of in future.</p> <p>In view of above, the comment may kindly be dropped.</p>

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<b>A.2</b> <b>A.2.1</b> <b>A.2.1.1</b>	<b>Application of Funds</b> <b>Fixed Assets (Schedule 4)</b> <b>Scientific &amp; Laboratory Equipments: Rs 86.01 crore</b>	<p>As per the observation of the Audit, the depreciation has been reversed and the capitalized amount transferred to WIP Equipment vide no's voucher no.986 dt 23-06-22, voucher no. 1015 dt 24-06-22 and voucher no. 1030 dt 27-06-22.(Copies enclosed)</p> <p>With respect to equipment valuing Rs 0.12 crore which was install on dt 09-04-22 the depreciation charged for F.Y. 2020-21 has been reversed in books of Accounts vide vouchers no. 984 dt 23-06-22, 987 dt 23-06-22,1017 dt 24-06-22 and 1032 dt 27-06-22.(Copies enclosed)</p> <p>In view of above, the comment may kindly be dropped.</p>
<b>A.2.1.2</b>	<b>Capital Work-in-Progress: Rs 619.07 crore</b> <b>Computer/Peripherals</b> <b>NICSI: Rs 11.16 crore</b> <p>The work of Networking in the Institute Buildings was awarded to the executing agency National Informatics Centre Services Inc. (NICSI) in February 2017. The work in all the buildings of the Institute was completed by the agency in the year 2020-21 (between the period from 10.07.2020 to 30.10.2020) at a total cost of Rs 21.23 crore and the networking was totally operationalised in the Institute.</p> <p>As per the books of accounts, against the expenditure incurred of Rs</p>	<p>The Institute has capitalized Rs 8.71 Crore on pro-rata basis up to 31.03.2022. As the work has not been completed fully and the NICSI Accounts yet to be finalized, hence the balance amount has been shown under Work-in-progress. Final Capitalization will be done after the entire work is completed and the final figures are arrived at.</p>

6<sup>th</sup> 05/8/22



	<p>21.23 crore, payments amounting to Rs 19.87 crore had been released by the Institute, which were booked in annual accounts as Computer/Peripherals Rs 8.71 crore and Capital Work-in-Progress Rs 11.16 crore. Hence, the Institute has capitalized an amount of Rs 8.71 crore against the actual amount to be capitalized of Rs 21.23 crore. Thus, an amount of Rs 12.52 crore was not capitalized. Further, liability for balance amount of Rs 1.36 crore (21.23 – 19.87) which was payable to NICSI was not made in the accounts.</p> <p>This has resulted in overstatement of Capital Work-in-Progress by Rs 11.16 crore, understatement of Computers/Peripherals by Rs 7.51 crore (after depreciation of two years at the rate of 20 per cent per annum on Rs 12.52 crore), understatement of depreciation by Rs 5.01 crore and understatement of Current Liabilities by Rs 1.36 crore.</p>	<p>In view of above, the comment may kindly be dropped.</p>
<b>A.2.2</b>	<p><b>Loans, Advances &amp; Deposits (Schedule 8)</b>  <b>Grants Recoverable/Receivable: Rs 7.21 crore</b></p> <p>It has been observed that the Institute had positive balances and negative balances amounting to Rs 0.44 crore and Rs 7.65 crore, respectively, under grant heads OH-36 and OH-31 (HEFA Principal). The Institute has shown net amount of negative balance as receivables amounting to Rs 7.21 crore in the accounts, instead of showing the positive balances amounting to Rs 0.44 crore as unutilized grants and negative balances of Rs 7.65 crore as receivables. This has resulted in understatement of Loans, Advances &amp; Deposits as well as unutilised grants by Rs 0.44 crore.</p> <p>Similar observation was also included in the previous year SAR at Sl. no. A.2.2.(ii). However, compliance was not made by the Institute.</p>	<p>The observation of audit has been noted and the Institute will show positive and negative balance separately in respective schedules.</p> <p>In view of above, the comment may kindly be dropped.</p>
<b>B.</b>	<p><b>Income &amp; Expenditure Account</b>  <b>Income</b>  <b>Income from Investment (Schedule 11): Rs 5.43 crore</b>  <b>Interest earned (Schedule 12): Rs 0.46 crore</b></p> <p>As per General Financial Rule 230(8), the interest earned on grants should have been mandatorily remitted to the Consolidated Fund of India immediately after finalization of the accounts. Vide comment no. B of the previous year SAR, it was pointed out that the interest income on grants funds amounting to Rs 95.72 lakh should have been</p>	<p>The Interest earned on Govt grant for the F.Y. 2020-21 amounting to Rs. 95.72 lakh remitted to MOE on dated 17-06-2022 vide Voucher No. 1177. (Copy of voucher are enclosed)</p> <p>The Interest earned on Govt grant for the F.Y. 2021-22</p>

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	<p>booked under Current Liabilities instead of booking it as Income. Compliance to the observation has not been made by the Institute. Interest income on grant funds amounting to Rs 14.97 lakh was further booked as Income instead of as liability. This has resulted in overstatement of Corpus Fund and understatement of Current liabilities and Provisions (Schedule 3) by Rs 110.69 lakh. Besides, income for the year has also been overstated by Rs 14.97 lakh. Since, this practice was adopted in past years prior to 2020-21 also. Interest earned on grants funds of these years is also to be transferred as liability from Corpus Funds.</p>	<p>amounting to Rs. 14.97 lakh is remitted to MOE on dated 17-06-2022 vide Voucher No. 1178. (Copy of voucher are enclosed)</p>
		<p>In view of above, the comment may kindly be dropped.</p>
<b>B.2</b>	<p><b>Other Income (Schedule 13): Rs 1.72 crore</b></p> <p>Above includes an amount of Rs 13.48 lakh booked as miscellaneous income. It has been noticed that this amount was deducted from the final payments made to various agencies/vendors on account of liquidity damages for which the assets/expenditure incurred was made out of grant funds. Therefore, the miscellaneous income amounting to Rs 13.48 lakh should have been transferred to grant funds instead of Corpus Fund. This has resulted in understatement of unutilized grants and overstatement of Corpus fund by Rs 13.48 lakh.</p>	<p>The amount of Rs 13.47 Lakh deducted towards LD charges and collected from varoius agencies/ vendors on account of Liquidity Damages. The adjsutemnt of same will be made in current F.Y. as per audit observation.</p> <p>In view of above, the comment may kindly be dropped.</p>
<b>C.</b>	<p><b>Significant Accounting Policies (Schedule 23)</b></p> <p>A reference is invited to comment no. C of previous year SAR vide which it was pointed out that "Accounting Policy (Schedule 23) at Sl. No. 5 states that the inventory of chemical, glassware, publication, stationery, and other stores are revenue expenditure. This accounting policy is contradictory to the prescribed format (Significant Accounting Policy at Sl. No.5) which provides that expenditure on purchase of chemicals, glassware, publications and other stores is to be accounted as revenue expenditure, except that the value of closing stocks held on 31 March is set up as inventories by reducing the corresponding Revenue Expenditure on the basis of information obtained from Departments. They are valued at cost.</p> <p>As a result of contradictory accounting policy adopted, valuation of stock at the end of the year has not been done and value of stock has not been shown in the annual accounts. No change has been made by the Institute in its accounting policy (Sl.no.5) regarding inventories</p>	<p>The Institute purchases chemicals, glassware, consumables, and stationery etc as per requirements of faculty members and Research Scholars in small quantities as per their immediate requirement requested. The Institute has disclosed the same in significant accounting policies at Sr. No.5</p> <p>Hence in view of above, the comment may kindly be dropped.</p>

*6-11-22*



	despite being pointed out in the previous year SAR.	
<b>D. D.1</b>	<p><b>General</b></p> <p><b>Capital Work in Progress: Rs 619.07 crore</b></p> <p>A reference is invited to Significant Accounting Policy at Sl. no. 4 (Schedule 23) which states that in the case of commissioned assets, where all final settlement of bills with contractors is yet to be effected; capitalization is done on provisional basis subject to necessary adjustment in the year of final settlement.</p> <p>Construction work of the Institute is being done through Government executing agency CPWD. It has been observed that various works and buildings such as Administration Block, Academic Blocks (3 Nos.), Residential Blocks, Hostel Blocks, Director Residence etc. included in Phase-1A were completed and handed over to Institute on 30.12.2019 and are being utilized by the Institute since then. Similarly, various works and buildings such as Boys Hostel (950 capacity), Girls Hostel (260 capacity), Type-5 (64 units), T-6 (8 units), Visitor Hostel (40 capacity), Library and Lecture Hall (600 capacity) etc. included in Phase-1B were completed and handed over to Institute on 16.08.2021 and are being utilised by the Institute since then.</p> <p>The Institute is conducting its activities in these buildings. However, against the total expenditure incurred on these buildings of Rs 769.66 crore, the Institute has transferred/capitalized an amount of Rs 436.30 crore only to Fixed Assets up to 31.03.2022 and capitalization of works amounting to Rs 333.36 crore is still pending.</p> <p>This has resulted in overstatement of Capital Work in Progress and understatement of Fixed Assets by Rs 333.66 crore. Further, applicable depreciation for the years 2019-20, 2020-21 and 2021-22 is also to be charged on these completed works.</p>	<p>The Institute has capitalized the amount as per details received from CPWD on a provisional basis as on 31.03.2019, 31.03.2020 &amp; 31.03.2021. The details of amount expended building wise in civil, Electrical, Plant &amp; Machinery, Computer/peripherals (Data Center), Networking, Roads &amp; Bridges, Sewerage &amp; Drainage, Audio visual Equipments, Site Development etc are yet to be received from the executing agency i.e. CPWD. Final Capitalization will be done on receipt of completion certificate with above detail and adjustment, if any, will be made in the year of settlement.</p> <p>In this regards it may also be noted that the work is entrusted to CPWD as a single package and the final bill are prepared &amp; subsequently paid by CPWD after the completion of work.</p> <p>The actual value of work done can only be ascertained once the bills are passed by CPWD. This exercise takes substantial time. Consequent to it the payment of final bill the actual value of work done can be worked. Further, the value of work done needs to be divided into sub head as per the different depreciation rates applicable for different component as required for balance sheet purpose.</p> <p>It is also submitted that the final bill of Phase -1B is yet to be passed even when the work was completed on 16.08.21. Hence, treatment kept same under Work-in-Progress.</p> <p>Hence in view of above, the comment may kindly be dropped.</p>

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D.2	<p><b>Records of Fixed Assets</b></p> <p>Fixed Assets are to be recorded in the Fixed Assets Register as per the heads of Fixed Assets prescribed in the MHRD/ Ministry of Education Format of accounts. It has been observed that though the Fixed Assets Register was maintained but totals of gross value of these assets recorded therein were not made so as to match with figures of Gross Block under various heads as appearing in the annual accounts. In the absence of which, verification of assets as appearing in the accounts could not confirmed. Hence, for confirmation of verification of all assets included in the Fixed Assets Schedule, Fixed Assets registers are required to be maintained properly showing the Gross value of assets matching with the figures as shown in the annual accounts.</p>	<p>The Stores &amp; Purchase Section has maintained the record of Fixed Assets in the appropriate Register. The record of Fixed Assets is maintained item wise and not according to the budget heads of the Account Section. The value of each Asset item can be ascertained from the record in excel sheet maintained in Stores &amp; Purchase Section. However efforts would be made to reconcile the same with the figures maintained in Annual Accounts.</p> <p>In view of above, the comment may kindly be dropped.</p>
D.3	<p>Ministry of Education vide O.M. No. F. No. 19-1/2017-IFD dated 27 January 2022 communicated that Ministry of Finance has clarified that Autonomous bodies may adopt Payment of Gratuity Act, 1972 administered by the Ministry of Labour and Employment and the issue relating to implementation of Payment of Gratuity Act may be taken up with Ministry of Labour and Employment directly or through Ministry of Education.</p> <p>Further, Integrated Finance Division, Department of Higher Education, Ministry of Education, to ensure a uniform position across all ABs, has moved a proposal for seeking the approval of Ministry of Labour and Employment.</p> <p>Annual Accounts for the year 2021-22, included an accumulated provision amounting to Rs 9.45 crore in respect of gratuity to the employees, covered under NPS. However, gratuity can be given to the employees of the ABs only if approved by the Ministry of Labour and Employment. Hence, in view of the above, this fact should have been disclosed in notes to accounts.</p>	<p>The observation of audit has been noted and discloser will be made in Notes to Accounts.</p> <p>In view of above, the comment may kindly be dropped.</p>

*W. N. 001812*

D.4

It has been observed that there are numerous research projects going on in the Institute which are being sponsored by various third party agencies. However, it has been noticed that there are number of projects on which there was no expenditure incurred during FY 2021-22 and have less than Rs 1 lakh in balance as on 31.03.2022. Some of these projects were started back in FY 2014-15. Audit has identified and tabulated the number of such projects under each department:

Sl no.	Name of the Department	No. of projects (<1 lakh)
A	Science and Engineering Research Board	12
B	Department of Science & Technology	3
D	Council for scientific & Industrial Research	4
E	Defense Research and Development Organization	3
F	Department of Atomic Energy	1
I	Central Power Research institute	1
L	Consultancy	27
O	Indo US Science and Technology Forum	1
R	MHRD UAY Project scheme	1
S	IFIP Conference Grant	1
AD	Punjab State Council For Science & Technology	1
Total		55

The institute should conduct a review of such projects and their ongoing status. If the project has been closed/ completed, then the balance amount should be refunded to the sponsoring agency at the earliest to avoid the loss of interest. In case the amount is not refundable to the sponsoring agency, the Institute may consider the same as income of the Institute keeping in view the terms and conditions of the project. Final action initiated in this regard may be intimated to audit.

The observation of the audit in this regard has been noted and for the due course of action and final action to be taken.

In view of above, the comment may kindly be dropped

W<sup>n</sup> 05/8/22



**D.5**

The Institute manages its financial activities through multiple savings and current accounts maintained with SBI. During the verification of bank balances maintained, it was noticed that the bank reconciliation statements of some of the accounts had huge number of pending entries under "amount credited in bank account but not booked in cash book" amounting to a total of Rs 1.18 crore. Some of these entries even date back to FY 2017-18 including some foreign transactions and yet to be adjusted in the books.

Bank A/C no.	Credited by bank but not booked in cashbook (₹)
30836125653	8385817.59
37360100716	1244575
37360107268 (fee A/c)	1231526
32325870435 (R&D)	951875
<b>Total</b>	<b>11813793.59</b>

These entries need to be reconciled and accounted for in the accounts accordingly.

Accounts Section broadcasts the unidentified amounts received in Institute bank account from time to time.

However, efforts will be made to trace the unidentified amounts.

In view of above, the comment may kindly be dropped.

**D.6**

It has been observed that the Institute has fixed assets amounting to Rs 18.87 crore under various projects of different agencies. These projects are sponsored by various agencies such as SERB, CSIR, DRDO, ICSSR etc. Only SERB has mentioned in its sanction letter that disposal of assets would be done with the prior approval of SERB. No other agency has mentioned anything about ownership of the assets procured under their projects. The Institute should clarify the matter of ownership of assets under the projects which have ended and review those project assets, ownership of which may be retained by the Institute and thereafter, in accordance with the instructions contained in the prescribed format of accounts, transfer these assets accordingly to the fixed assets of the Institute and transfer equal amount to the Capital fund.

The Institute is maintaining the separate records of the permanent/semi-permanent assets acquired solely or mainly out of the grant received from various funding agencies such as SERB, DAE, DBT, DRDO, CSIR etc. in an audited record in the form of a register in the prescribed proforma as well as the record of same is also being maintained in note to the accounts in the balance sheet of the Institute.

As per the terms and conditions of the sanction letters enclosed in file wherein it is mentioned that the assets acquired from the grant of the project shall remain the property of Govt. of India and will not be disposed of or encumbered without the prior sanction of the funding agency. However, as per the observation made by the audit the letters will be sent by the Institute to the funding agencies for the completed projects to retain the assets with the Institute procured from projects grant.

In view of above, the comment may kindly be dropped.

5-08/1/22



D.7	<p>It has been observed that there was an amount of Rs 24.57 crore shown in Capital work in progress-equipments. Nine Equipments against above amount were received between the period of 30/12/2019 to 12/10/2020 on various dates but these equipments were not installed till date.</p> <p>Further, as stated at Sl. no. A.2.1.1, equipments valuing Rs 8.14 crore which were received and capitalized in FY 2020-21 under Scientific &amp; Laboratory Equipment were not installed as well. Reasons for delayed/non-installation of above equipments should have been disclosed by way of a note in the Notes to Accounts.</p>	<p>As the Institute CRF Building site for installation of equipments is under progress. The equipments will be installed after completion of site on priority.</p> <p>In view of above, the comment may kindly be dropped.</p>
D.8	<p><b>System of Internal Audit</b></p> <p>Internal audit system was found to be in place and the internal audit of the Institute for FY 2020-21 was conducted in 2021-22.</p>	No comments
D.9	<p><b>Adequacy of Internal control system</b></p> <p>Internal control system was found to be inadequate to the extent that:-</p> <ol style="list-style-type: none"> <li>1. Accounting manual was not prepared.</li> <li>2. Institute was heavily understaffed. Out of total of 250 sanctioned regular non-faculty posts, only 109 posts were filled and rest 141 posts were still vacant. Also only 164 faculty posts were filled against 230 sanctioned posts.</li> </ol>	<ol style="list-style-type: none"> <li>1. Institute follows accounting manual format prescribed by Ministry for preparation of Financial Statements for Central Higher Educational Institutions vide F.No.32-21/2013-TS-I dated 13-05-2015.</li> <li>2. <b>Faculty</b> - The recruitment process for faculty posts could not take place due to Covid-19 situation during the year 2020-21. The recruitment process has been started in the year 2021 and interviews of five departments have been completed and the process is underway for the rest of the departments. Some of the selected candidates have already joined and the remaining will be joining soon.</li> </ol> <p><b>Non Teaching-</b> It is informed that Institute RR&amp;PP is under review due to anomalies in the existing policy and vacant posts not having any anomalies are being filled on a requirement basis. It is brought in to the notice that mentioned a vacant post includes promotional posts which are being filled as and when staff becomes eligible. However, Audit observation noted for compliance and vacant positions will be filled after finalization of the review of RR&amp;PP.</p>

6-05/22



D.10	<p><b>System of Physical Verification of Fixed assets</b></p> <p>Physical verification of fixed assets was conducted for the FY 2009-2021 and final report submitted on May 12, 2022. As per the records/information provided by Store section regarding Physical verification of assets for the period 2009-2021, it has been observed that though the verification was conducted, summarized details of following items have not been prepared:</p> <ol style="list-style-type: none"> <li>1. List of assets/equipments which are in non-working conditions.</li> <li>2. List of obsolete items/to be written off assets.</li> <li>3. List of lost items.</li> <li>4. List of items which were not found during verification.</li> <li>5. List of items damaged in flood and how many of them have been repaired/under-repair.</li> <li>6. There were some items which had been marked "not verified". However, reasons for non verification were not mentioned. In the absence of above details the Physical Verification Report was found incomplete.</li> </ol>	<ol style="list-style-type: none"> <li>1. List of assets/equipments which are in non-working conditions is enclosed.</li> <li>2. List of obsolete items/to be written off assets are enclosed.</li> <li>3. List of lost items not furnished. The clarification regarding the same is being taken up with the concerned Indenter/ Department.</li> <li>4. List of "not found" items not furnished. The clarification regarding the same is being taken up with the concerned Indenter/ Department.</li> <li>5. List of items damaged in flood is enclosed.</li> <li>6. The Clarification regarding the not verified Assets will be taken up with the Concerned Department.</li> </ol> <p>In view of above, the comment may kindly be dropped.</p>
D.11	<p><b>System of Physical verification of Inventories</b></p> <p>No central inventory system was found in existence.</p>	<p>As per the Stores &amp; Purchase Manual of IIT Ropar, the inventory of the Consumable items is being maintained in a Daily Receipt Register (DRR) in Excel Sheet. Every entry of the consumable items is provided a DRR no. which is being entered in the Excel Sheet. The Physical Verification of Non Consumable and Limited Time Assets Stores is being done on as per the Stores &amp; Purchase Manual. The record of the chemical/ consumable procured for research purpose is being maintained in the Log book by the Departments. They are procuring the Lab Consumable/ Stationery items as per their requirement when the stock finishes and are making the Log Book of the Lab Consumable use for research purpose.</p> <p>In view of above, the comment may kindly be dropped.</p>

*5/18/22*



D.12	<p><b>Regularity in Payment of statutory dues</b></p> <p>As per books of accounts, the Institute was regular in depositing statutory dues.</p>	No comments																																																																																					
E.	<p><b>Grant-in-Aid</b></p> <p>The position of Grant -in -aids during the year 2021-22 is detailed as follows:</p> <table><tr><th colspan="7">Amount in Rs. lakh</th></tr><tr><th>Particulars</th><th>OH-31 (General)</th><th>OH-31 (Interest HEFA)</th><th>OH-31 (Principal HEFA)</th><th>OH-35 (Capital)</th><th>OH-36 (Salary)</th><th>Total</th></tr><tr><td>Opening Balance</td><td>624.75</td><td>-588.10</td><td>-764.87</td><td>0</td><td>263.27</td><td>-464.95</td></tr><tr><td>Add: Grant received during the year</td><td>4537.00</td><td>2253.41</td><td>2292.22</td><td>1400.00</td><td>5086.00</td><td>15568.63</td></tr><tr><td>Other Receipts</td><td>0.25</td><td>0</td><td>0</td><td>0</td><td>0</td><td>0.25</td></tr><tr><td>Total Funds Available (A)</td><td>5162.00</td><td>1665.31</td><td>1527.35</td><td>1400.00</td><td>5349.27</td><td>15103.93</td></tr><tr><td>Less : Utilization during the year</td><td>5158.25</td><td>1665.29</td><td>2292.22</td><td>1131.54</td><td>5171.82</td><td>15419.12</td></tr><tr><td>Less: Refunds</td><td>3.60</td><td>0.02</td><td>0</td><td>0.26</td><td>134.16</td><td>138.04</td></tr><tr><td>Total funds of utilized/refunded</td><td>5161.85</td><td>1665.31</td><td>2292.22</td><td>1131.80</td><td>5305.98</td><td>15557.16</td></tr><tr><td>Unutilized balance at the end of the year</td><td>0.15</td><td>0</td><td>-764.87</td><td>268.20</td><td>43.29</td><td>-453.23</td></tr></table> <p>Govt. of India, MHRD, Department of Higher Education letter F.No.23011/02/2018-IF.I dated 25.10.2018, inter-alia, lays down that:</p> <ul style="list-style-type: none"><li>- The Institutes need to incur the expenditure as per the grants released;</li><li>- No additional requirement should be projected to the MHRD as it was not possible to release the grants.</li></ul> <p>Accordingly, it was 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.</p> <p>It was pointed out in the previous year SAR (comment no. E.2) that keeping in view the above directions of the Ministry, negative</p>	Amount in Rs. lakh							Particulars	OH-31 (General)	OH-31 (Interest HEFA)	OH-31 (Principal HEFA)	OH-35 (Capital)	OH-36 (Salary)	Total	Opening Balance	624.75	-588.10	-764.87	0	263.27	-464.95	Add: Grant received during the year	4537.00	2253.41	2292.22	1400.00	5086.00	15568.63	Other Receipts	0.25	0	0	0	0	0.25	Total Funds Available (A)	5162.00	1665.31	1527.35	1400.00	5349.27	15103.93	Less : Utilization during the year	5158.25	1665.29	2292.22	1131.54	5171.82	15419.12	Less: Refunds	3.60	0.02	0	0.26	134.16	138.04	Total funds of utilized/refunded	5161.85	1665.31	2292.22	1131.80	5305.98	15557.16	Unutilized balance at the end of the year	0.15	0	-764.87	268.20	43.29	-453.23	<p>During the F.Y. 2020-21 Rs 15.00 Crore allocated by the Ministry to the Institute under OH 35.(copy enclosed) The Institute had planned the expenditure accordingly. However due to Covid Pandemic the MOE released only Rs 11.25 Crore during the year because of which the deficit/negative balance of Rs 2.68 Crore arises.</p> <p>During the F.Y. 2020-21the institute total allocation and receipt are as follows:</p> <table><tr><th>OH</th><th>Allocation</th><th>Received</th></tr><tr><td>OH-31</td><td>45.28</td><td>56.25</td></tr><tr><td>OH-35</td><td>15.00</td><td>11.25</td></tr><tr><td>OH-36</td><td>51.53</td><td>45.78</td></tr><tr><td>Total</td><td>107.81</td><td>113.28</td></tr></table> <p>It can also be evident from above that the Ministry allocated funds as per availability of funds in respective heads.</p> <p>The negative Rs 2.68 Crore has been adjusted against the grant received under OH-35 during the 1<sup>st</sup> Quarter of the F.Y. 2021-22.</p> <p>Further, Institute is receiving Grants in TSA Account with RBI against which Institute Utilized the total allocation of funds under OH-35 and there is Nil Balance as on 31.03.2022 under OH-35.</p> <p>In view of above Rs. 2.68 Crore balance may kindly be treated as adjusted keeping Nil Balance as on 31.03.2022</p> <p>In view of above, the comment may kindly be dropped.</p>	OH	Allocation	Received	OH-31	45.28	56.25	OH-35	15.00	11.25	OH-36	51.53	45.78	Total	107.81	113.28
Amount in Rs. lakh																																																																																							
Particulars	OH-31 (General)	OH-31 (Interest HEFA)	OH-31 (Principal HEFA)	OH-35 (Capital)	OH-36 (Salary)	Total																																																																																	
Opening Balance	624.75	-588.10	-764.87	0	263.27	-464.95																																																																																	
Add: Grant received during the year	4537.00	2253.41	2292.22	1400.00	5086.00	15568.63																																																																																	
Other Receipts	0.25	0	0	0	0	0.25																																																																																	
Total Funds Available (A)	5162.00	1665.31	1527.35	1400.00	5349.27	15103.93																																																																																	
Less : Utilization during the year	5158.25	1665.29	2292.22	1131.54	5171.82	15419.12																																																																																	
Less: Refunds	3.60	0.02	0	0.26	134.16	138.04																																																																																	
Total funds of utilized/refunded	5161.85	1665.31	2292.22	1131.80	5305.98	15557.16																																																																																	
Unutilized balance at the end of the year	0.15	0	-764.87	268.20	43.29	-453.23																																																																																	
OH	Allocation	Received																																																																																					
OH-31	45.28	56.25																																																																																					
OH-35	15.00	11.25																																																																																					
OH-36	51.53	45.78																																																																																					
Total	107.81	113.28																																																																																					

*6-5/2022*



balance under OH-35 of Rs 2.68 crore should have been booked as expenditure from IRG/Corpus, instead of showing negative balances under these heads and grant balances in the Schedule 3C needed necessary correction.

However, instead of making compliance of Ministry/Government directions to meet the excess expenditure incurred of Rs 2.68 crore from the IRG/Corpus Funds as pointed in the previous SAR, it has been observed that contravening the instructions of the Ministry/Government, the Institute has recouped the minus balance of grant of Rs 2.68 crore of the previous year 2020-21 from the current year grants received.

On being pointed out the Institute has replied that during the financial year 2020-21, Rs 15.00 crore was allocated by the Ministry under OH-35 and the Institute had planned expenditure accordingly. However, the Ministry had released only Rs 11.25 crore. The Institute should take up the matter with the Ministry regarding releasing of the funds incurred of Rs 2.68 crore against the allocated funds of f.y. 2020-21.

All the observations raised in the Draft Audit Comments on the Annual Accounts of IIT Ropar, for the year 2021-22 have been thoroughly examined and replied with. It is therefore, requested that the draft comments may kindly be dropped.

Yours sincerely,

  
Registrar

कुलसचिव/ Registrar  
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