



**NATIONAL INSTITUTE OF TECHNOLOGY
KURUKSHETRA-136119**



AGENDA

For

46th MEETING OF FINANCE COMMITTEE

(29th July, 2021)



NATIONAL INSTITUTE OF TECHNOLOGY KURUKSHETRA
KURUKSHETRA - 136119 Haryana

Agenda : **46th Finance Committee Meeting**
Venue : **Online meeting**
Date & Time : **July 29, 2021 at 11.00 a.m.**

Item No.	Agenda	Page No.
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FC.46.2	To note follow up action taken on the decision of 45th meeting of Finance Committee held on 28th January 2021.	5-7
FC.46.3	To note the Separate Audit Report (SAR) of the Financial Year 2019-20 issued by C&AG based on the statutory audit of the Institute.	8-18
FC.46.4	To ratify the decision of the Finance Committee on circulation agenda for approving the Annual Accounts for the Accounting/Financial Year 2020-21	19-20



FC 46.1 To confirm the minutes of 45th meeting of Finance Committee, National Institute of Technology, Kurukshetra held on 28.01.2021.

The 54th online Meeting of the Finance Committee, NIT, Kurukshetra was held on 28th January, 2021 at 11.00 a. m through online.

The minutes of the meeting were circulated to all members of the Finance Committee in pursuance with clause 10 (5) read with clause 4(13) of the 1st statutes of NIT Act 2007. The Institute has not received any comments from any of the members of the Finance Committee. A copy of the minutes is placed as **Appendix-I from page 02 to 04.**

In view of the above, it is proposed that *"the Finance Committee may consider and confirm the minutes of 45th meeting of the Finance Committee."*

APPENDIX-1(FC.46.1)

NATIONAL INSTITUTE OF TECHNOLOGY KURUKSHETRA
KURUKSHETRA - 136119 (Haryana)



MINUTES OF 45th MEETING OF FINANCE COMMITTEE

Minutes of 45th Online Meeting of the Finance Committee, of National Institute of Technology, Kurukshetra held on Thursday, the 28th January, 2021 at 11.00 a.m. through online.

Present:

1. Dr. Satish Kumar Chairperson (Acting)
Director
National Institute of Technology
Kurukshetra
2. Sh. Madan Mohan, Member
Additional Director General (HE),
Department of Higher Education,
Ministry of Education (Shiksha Mantralaya)
Govt. of India, Shastri Bhawan,
New Delhi-110115
3. Sh. D.K.Singh Member
Deputy Secretary (Finance),
Representative of Joint Secretary & Financial Adviser (IFD)
Department of Higher Education
Ministry of Education (Shiksha Mantralaya)
Govt. of India, Shastri Bhawan
New Delhi – 110115
4. Sh. G.R.Samantaray Member-Secretary
Registrar In-charge
National Institute of Technology
Kurukshetra

At the outset, the Hon'ble Chairperson (Acting) welcomed the members in the 45th meeting of the Finance Committee of the Institute. Thereafter, the Chairperson (Acting) asked the Member-Secretary to present the agenda items.

The discussion/decisions in respect of each item are recorded as hereunder:

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- FC 45.1** To confirm the minutes of 44th meeting of Finance Committee, National Institute of Technology, Kurukshetra held on 21.08.2020.
- The Finance Committee confirmed the minutes of the 44th Finance Committee held on 21.8.2020.
- FC 45.2** To note follow up action taken on the decision of 44th meeting of Finance Committee held on 21st August, 2020.
- The Finance Committee noted the 'follow up action taken' by the Institute on the decisions taken in the 44th meeting of Finance Committee held on 21st August, 2020.
- FC 45.3** To note action taken by the Hon'ble Acting Chairperson, Financial Committee in approving of Revised Budget Estimates (RBE) 2020-21 and Budget Estimates (BE) 2021-22 of the Institute.
- The Finance Committee noted the action taken by the Hon'ble Acting Chairperson, Financial Committee in approving of Revised Budget Estimates (RBE) 2020-21 and Budget Estimates (BE) 2021-22 of the Institute.
- FC 45.4** To consider approval of Accounting and Audit Manual of the Institute
- The Finance Committee considered the proposed Accounting & Audit Manual, prepared by the National Institute of Financial Management (NIFM), Faridabad and appreciated the efforts made by the NIT Kurukshetra. Further, the Finance Committee suggested that the proposed Accounting & Audit Manual may be referred to Ministry of Education (MoE) for vetting by the Integrated Finance Division (IFD) of the Ministry and subsequently the same may be circulated by the Ministry among all the NITs for its adoption.
- FC 45.5** To note present status of audit paras keeping in view the general instructions issued by the Government of India, Ministry of Education, Department of Higher Education to minimize audit observations, Public Grievances and Parliamentary assurances.
- The Finance Committee noted the present status of audit paras of the Institute. Further, the Finance Committee suggested that the Audit Committee, constituted at the Institute level, may coordinate with the C&AG from time to time to settle the audit observations.

FC 45.6 To consider and approve the Separate Audit Report (SAR) of the financial year 2019-20 issued by C&AG based on the statutory audit of the Institute.


The Finance Committee was apprised of the status of Separate Audit Report (SAR) for the Financial Year 2019-20. Further, the Finance Committee decided that on receipt, the SAR may be directly submitted to Ministry of Education (MoE) as the C&AG issue the SAR based on statutory audit of Financial Statement which is approved by the Finance Committee and BoG.

The Finance Committee further decided that the SAR may be placed before the Finance Committee in its next meeting for noting.

The meeting ended with a vote of thanks to the Chair.



(Satish Kumar)
Director, NIT Kurukshetra &
Chairperson (Acting), Finance Committee
NIT Kurukshetra



(G. R. Samantaray)
Registrar In-charge
& Member-Secretary,
Finance Committee
NIT Kurukshetra



FC 45.2 To note follow up action taken on the decision of 45th meeting of Finance Committee held on 28th January, 2021.

The 45th online Meeting of the Finance Committee, NIT, Kurukshetra was held on 28th January, 2021 at 11.00 a.m through online.

The follow up actions taken on the minutes of the meeting are mentioned hereunder:

Agenda No.	Summarized Decision of Finance Committee	Follow up action taken on the decision
FC 45.1	<p>To confirm the minutes of 44th meeting of Finance Committee, National Institute of Technology, Kurukshetra held on 21.8.2020.</p> <p>The Finance Committee confirmed the minutes of the 44th Finance Committee held on 21.8.2020.</p>	No further action is required.
FC 45.2	<p>To note follow up action taken on the decision of 44th meeting of Finance Committee held on 21st August, 2020.</p> <p>The Finance Committee noted the 'follow up action taken' by the Institute on the decisions taken in the 44th meeting of Finance Committee held on 21st August, 2020.</p>	No further action is required
FC 45.3	<p>To note action taken by the Hon'ble Acting Chairperson, Financial Committee in approving of Revised Budget Estimates (RBE) 2020-21 and Budget Estimates (BE) 2021-22 of the Institute.</p> <p>The Finance Committee noted the action taken by the Hon'ble Acting Chairperson, Financial Committee in approving of Revised Budget Estimates (RBE) 2020-21 and Budget Estimates (BE) 2021-22 of the Institute.</p>	No further action is required.



	<p>receipt, the SAR may be directly submitted to Ministry of Education (MoE) as the C&AG issue the SAR based on statutory audit of Financial Statement which is approved by the Finance Committee and BoG.</p> <p>The Finance Committee further decided that the SAR may be placed before the Finance Committee in its next meeting for noting.</p>	<p>The SAR is being placed before the Finance Committee in this meeting under a separate agenda (46FC-03)</p>
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In view of the above, it is proposed that "*the Finance Committee may note the action taken by the Institute on the minutes of 45th meeting of the Finance Committee.*"



FC 46.3 To note the Separate Audit Report (SAR) of the financial year 2019-20 issued by C&AG based on the statutory audit of the Institute.

The Finance Committee in its 45th online meeting held on 28.1.2021 decided as under:

“The Finance Committee was apprised of the status of Separate Audit Report (SAR) for the Financial Year 2019-20. Further, the Finance Committee decided that on receipt, the SAR may be directly submitted to Ministry of Education (MoE) as the C&AG issue the SAR based on statutory audit of Financial Statement which is approved by the Finance Committee and BoG.

The Finance Committee further decided that the SAR may be placed before the Finance Committee in its next meeting for noting.”

Further, the Board of Governors in its 54th online meeting held on 28.1.2021, while approving the Annual Report and Audited Statement of Accounts & Audit Report of the Institute for the financial year 2019-20, decided as under:-

“The Board was apprised about the status of Separate Audit Report (SAR) for the financial year 2019-20. Thereafter, the Board approved the Annual Report of the Institute for the year 2019-20. Further, the Board decided that on receipt of the Separate Audit Report (SAR) of the Institute be sent to all the members of the Board of Governors through circulation for noting.”

In view of the above decision of the Board, the SAR of the Institute for the financial year 2019-20 has been sent to all the members of the Board of Governors through circulation vide e-mail dated March 26, 2021.

A copy of the letter dated 26.3.201 along with Separate Audit Report (SAR) is enclosed as **Appendix-II from page 9 to 18**

In view of the above, it is proposed that *“the Finance Committee may note the SAR of the financial year 2019-20.”*

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NATIONAL INSTITUTE OF TECHNOLOGY
KURUKSHETRA-136119

No. NITK / 54th BOG / 1377

Dated: 26.03.2021

- | | | |
|----|--|-----------------------|
| 1. | Dr. Satish Kumar
Director
National Institute of Technology
Kurukshetra | Chairperson (Acting)* |
| 2. | Additional Director General
Department of Higher Education
Ministry of Education (Shiksha Mantralya)
Government of India, Shastri Bhawan
New Delhi – 110 115 | Member |
| 3. | Joint Secretary & Financial Adviser
Department of Higher Education
Ministry of Education (Shiksha Mantralya)
Government of India, Shastri Bhawan
New Delhi – 110 115 | Member |
| 4. | Director
Indian Institute of Technology Ropar,
Ropar (Punjab) – 140 001 | Member |
| 5. | Dr. Brahmjit Singh
Professor
Electronics & Communication
Engineering Department
NIT, Kurukshetra | Member |
| 6. | Mrs. Rupanshi Batra
Associate Professor
Electrical Engineering Department
NIT, Kurukshetra – 136 119 | Member |

* As per provisions of Section 17(15) of First Statute of NITs, Director, NIT Kurukshetra discharges the functions assigned to the Chairperson, BoG under Section 16 of the Act.

Subject: Separate Audit Report (SAR) of the Institute for the financial year 2019-20 (Ref.: Minutes of BoG agenda item No.54.13).

Sir/Madam,

An agenda item was placed vide item No.54.13 before the Board of Governors in its 54th meeting held on 28.01.2021 regarding to approve the Annual Report and Audited Statement of Accounts & Audit Report of the Institute for the financial year 2019-20. The Board had decided as under:


"The Board was apprised about the status of Separate Audit Report (SAR) for the financial year 2019-20. Thereafter, the Board approved the Annual Report of the Institute for the year 2019-20. Further, the Board decided that on receipt of the Separate Audit Report (SAR) of the Institute be sent to all the members of the Board of Governors through circulation for noting."

In this context, it is stated that the Principal Director of Audit (Central), Indian Audit and Accounts Department, Chandigarh has sent the Separate Audit Report (SAR) in respect of National Institute of Technology, Kurukshetra for the financial year 2019-20 vide No.PDA(C)/K.Expenditure/ SAR/NIT Kurukshetra/ 2019-20/3212 dated 08.03.2021.

In this regard, please find enclosed herewith the Separate Audit Report (SAR) of the Institute for the financial year 2019-20 as received from the Principal Director of Audit (Central), Chandigarh dated 08.03.2021 for your kind reference.

Encl: As above.


Yours faithfully,


(G.R. Samantaray) 26/03/21
Registrar (I/C) & Secretary
Board of Governors
NIT Kurukshetra
Phone: 01744-238122(O)
FAX: 01744-238050

Endst. No. NITK / 54th BOG / 1378

Dated: 26.03.2021

Copy for kind information to the Under Secretary (NITs), Department of Higher Education, Ministry of Education (Shiksha Mantaralya), Govt. of India, Shastri Bhawan, New Delhi.


(G.R. Samantaray) 10
Registrar (I/c) & Secretary,
Board of Governors,
NIT Kurukshetra
26/03/21



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



सं/No: पी.डी.ए.(सी)/के. व्यय/SAR/NIT Kurukshetra/ 2019-20/ 3212

दि०/Dated: 9/3/2021

सेवा मे,

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

N.I.T. KURUKSHETRA
Diary No.....36.....
Dated.....23/03/2021.....

विषय: National Institute of Technology, Kurukshetra (Haryana) के वर्ष 2019-20 के लेखाओं पर पृथक लेखापरीक्षा प्रतिवेदन

महोदय,

कृपया National Institute of Technology, Kurukshetra (Haryana) के वर्ष 2019-20 के लेखाओं पर पृथक लेखापरीक्षा प्रतिवेदन (Separate Audit Report) संसद के दोनों सदनों के समक्ष प्रस्तुत करने हेतु संलग्न 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

(हस्ताक्षरित)
प्रधान निदेशक

✓ उपरोक्त की प्रतिलिपी वर्ष 2019-20 की पृथक लेखापरीक्षा प्रतिवेदन की प्रति सहित आवश्यक कार्यवाही हेतु निदेशक, National Institute of Technology, Kurukshetra - 136119, Haryana को प्रेषित की जाती है।

भवदीया,

R
For necessary action
R
23/03/21

R
23/03/21
उप निदेशक (केन्द्रीय व्यय)
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दि०/१२ (A/c)

Separate Audit Report of the Comptroller & Auditor General of India on the Accounts of the National Institute of Technology, Kurukshetra (Haryana) for the year ended 31 March 2020

We have audited the Balance Sheet of the National Institute of Technology (NIT), Kurukshetra (Haryana) as at 31 March 2020, Income & Expenditure Account and Receipts and 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 22 (2) of the National Institute of Technology Act, 2007. These financial statements are the responsibility of the Institute's management. Our responsibility is to express an opinion on these financial statements based on our audit.

2. This Separate Audit Report contains the comments of the Comptroller & Auditor General of India (CAG) on the accounting treatment only with regard to classification, conformity with the best accounting practices, accounting standards and disclosure norms, etc. Audit 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/Receipt and Payment Account dealt with by this Report have been drawn up in the format prescribed by the Ministry of Human Resource 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 the National Institute of Technology, Kurukshetra (Haryana) 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 and Provisions (Schedule 3)

Provisions - Gratuity : ₹ 26.83 crore

Above includes ₹ 4.22 crore on account of provision of gratuity in respect of 180 employees covered under New Pension Scheme. In this regard, it was observed that Ministry of HRD, Department of Higher Education, Integrated Finance Division had withdrawn the benefit of Gratuity vide letter no F. No. 19-1/2017-IFD dated 12 April 2017. Therefore, provision of gratuity was required to be made for the employees covered under old pension scheme only. This has resulted into overstatement of Provisions and understatement of Corpus funds by ₹ 4.22 crore.

A.2 Application of Funds

Loans, Advances & Deposits (Schedule 8)

Advances and other recoverable (Main): ₹ 13.95 crore

Above, inter-alia, includes the advances of ₹ 5.15 crore given to CPWD against five works, as on 31.03.2020. Work valuing ₹ 3.10 crore had been executed upto 31.03.2020 in respect of these works, as per the expenditure Statement of CPWD. This has resulted in understatement of Capital Work in Progress and overstatement of loan and advances by ₹ 3.10 crore.

B. Income & Expenditure Account

B.1 Income

B.1.1 Academic Receipts (Schedule 09): Tuition fee: ₹ 27.93 crore

The Institute is conducting guest classes of IIIT Sonapat at its campus. It had recovered recurring expenditure of ₹ 209.48 lakh during 2019-20 and booked under the head Tuition fee. As this amount is not charged from the students of the Institution but from IIIT Sonapat, it should have been booked under the head "Other Incomes" (Schedule 13). This has resulted in overstatement of Tuition fee and understatement of Other Income by ₹ 209.48 lakh.

B.1.2 Income from Investment (Schedule-11)

Interest on Term Deposits (CPF/GPF): ₹ 7.32 crore

The above is overstated by ₹ 1.35 crore due to interest wrongly taken as ₹ 7.32 crore, instead of actual figure of ₹ 5.97 crore. This has resulted into overstatement of Designated/Earmarked Funds, as well as Income Accrued on account of interest (₹ 2.76 crore) shown in the Loans, advances & Deposits (Schedule 08) by ₹ 1.35 crore.

B.2 Expenditure
Depreciation (Schedule 4): ₹17.29 crore

B.2.1 As per Significant accounting policies (schedule 23) Note 4(i) the Scientific & Laboratory Equipment were to be charged depreciation @ 8% per annum. However, the Institute has included Laboratory Equipment of ₹ 4.42 crore (₹1.89 crore procured in the previous year + ₹ 2.53 crore procured during 2019-20) in the plant and machinery and charged depreciation @ 5 per cent per annum. Thus, depreciation amounting ₹18.93 lakh (@ 3 percent on ₹1.89 crore for 2 years and on ₹2.53 crore for 1 year) was less provided on fixed assets. This has resulted in overstatement of Fixed Assets as well as Corpus/ Capital Fund by ₹18.93 lakh, besides understatement of Expenditure and overstatement of surplus of current year by ₹18.93 lakh.

B.2.2 A Generator set valuing ₹ 3.41 crore was capitalised (during 2016-17) wrongly under the category of Land and Buildings (depreciable @ 2 per cent per annum) instead of Plant and Machinery (depreciable @5 per cent per annum). Thus depreciation of ₹40.92 lakh (being ₹3.41 crore x 3 percent per annum x 4 years) was provided less on fixed assets. Similarly, another DG set valuing ₹2.00 crore (including additional cost of ₹31.13 lakh of 2016-17) was capitalized in the year 2014-15 in the category of Land and Building instead of Plant & Machinery, resulting in short provision of depreciation by ₹37.20 lakh.

This has resulted in overstatement of Fixed Assets as well as Corpus/ Capital Fund by ₹72.12 lakh (₹40.92 lakh+ ₹31.20 lakh) besides understatement of Expenditure of current year by ₹16.22 lakh (₹10.23 lakh+₹5.99 lakh). This observation was also incorporated in the SAR for FY 2017-18 and FY 2018-19, but compliance has not been made even in the accounts for the FY 2019-20.

C. Grant in Aid

Out of the available funds of ₹161.24 crore (Object Head (OH)-31: ₹56.48 crore, OH-35: ₹42.24 crore and OH-36: ₹ 61.77 crore) including the unutilised balance of the previous year ₹29.49 crore (OH-31: ₹ nil, OH-35: ₹28.74 crore and OH-36: ₹74.56 lakh) and Grant in Aid received during the year ₹131.75 crore (OH-31: ₹56.48 crore, OH-35: ₹13.50 crore and OH-36: ₹61.77 crore); the institute utilized ₹ 144.75 crore (OH-31: ₹ 56.48 crore, OH-35: ₹ 34.35

crore[#] and OH-36: ₹53.92 crore) leaving an unutilised balance ₹16.49 crore (OH-31: Nil, OH-35: ₹7.89 crore and OH-36: ₹8.60 crore).

D. Statement on Significant Accounting Policies (Schedule 23)

As per the format of accounts of Central Higher Educational Institutes prescribed by MHRD, Government of India (GoI), Assets created out of Earmarked Funds and funds of Sponsored Projects, where the ownership is retained by the sponsors but held and used by the Institution are to be separately disclosed in the Notes on Accounts.

TEQIP-II (Technical Education Quality Improvement Plan) scheme of GoI was closed on July 2017 and unspent balance was also transferred to GoI on July 2018. However, assets created out of TEQIP Schemes were not shown/ disclosed in the accounts; whereas the Institute had shown fixed assets of TEQIP scheme, having net block of ₹ 6.82 crore in the Schedule 4 of previous year's accounts. Reasons for not disclosing the fixed assets in the Accounts have not been specified.

Above treatment is in contravention of the GoI instructions *ibid*.

**E. Notes forming part of the Accounts (Schedule 24)
Contingent Liabilities (Note 1): ₹ 65.00 lakh**

The above head represents Contingent Liability on account of court case filed against the Institute by M/s Goldenray Services, Gurgaon. The arbitration case had been decided (December 2018) against the Institute and as per decision, total claim payable works out to be ₹ 28.55 lakh (as on March 2020). The arbitration decision has been challenged in the District Court. The Contingent Liability on this account should have been shown as ₹28.55 lakh, instead of ₹ 65.00 lakh shown in the Notes forming part of the Accounts.

F. General

F.1 Net impact of Audit comments

- i Liabilities overstated by ₹1.35 crore;
- ii Assets overstated by ₹2.26 crore; and
- iii Capital/ Corpus Fund (including surplus for the year) overstated by ₹0.91 crore.

F.2 Provisions for Gratuity and Leave encashment have not been made on the basis of actuarial valuation, which is in contravention of the provisions contained in the prescribed format of accounts.

[#]Total Capital Expenditure ₹64.85 crore less ₹30.50 crore being CPWD Advance released in the previous years as pointed out in the SAR of 2017-18, Comment No. A.2 (ii).

F.3 Ministry of Human Resources Development (MHRD) had prescribed formats (Balance Sheet, Income and Expenditure Account and Receipts and Payment) in which NPS Accounts have to be prepared. However, NIT Kurukshetra has not prepared NPS Accounts, which is contravention of format of accounts prescribed by MHRD.

F.4 As per Rule 230 (8) of General Financial Rules 2017, all interests or other earnings against Grants in aid or advances (other than reimbursement) released to any Grantee institution should be mandatorily remitted to the Consolidated Fund of India immediately after finalization of the accounts. Such advances should not be allowed to be adjusted against future releases. The Institute has neither made any distinction amongst the Investments made out of grants and the other funds nor depicted the interest income earned from the Investment of these grants as Current Liabilities payable to the Government. This has resulted into understatement of Current Liabilities as well as overstatement of Income to the extent of Interest earned out of investments made from grants (in the shape of FDs, Bank Accounts etc.).

F.5 In respect of Provident Fund accumulations, the Institute has not followed the pattern of investment prescribed by the Government of India, Ministry of Finance, vide Notification dated 2-03-2015, as the whole amount of Provident Fund is invested in FDRs and Saving Bank Account by the Institute.

F.6 Advances and other recoverable (Main): ₹ 13.95 crore (as shown in Schedule 8), inter-alia, include the advances of ₹ 1.51 crore given to CPWD against one work (Providing and installation of Electrical sub-station HT/LT distribution and Feeder pillars in Residential Area at NIT Kurukshetra) as on 31.03.2020. This work costing ₹ 1.92 crore was completed and handed over to NIT in June 2018. However, the Institute has neither capitalized this work nor charged depreciation on it. Further, CPWD is showing the deposit of ₹ 2.11 crore against this work; whereas, the Institute has shown ₹ 1.51 crore as advance. This difference of ₹ 0.60 crore needs to be reconciled and necessary rectifications carried out.

v) Subject to our observations in the preceding paragraphs, we report that the Balance Sheet, Income and Expenditure Account and Receipts and 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 the National Institute of Technology, Kurukshetra (Haryana) as at 31st 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

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Principal Director of Audit (Central),
Chandigarh

Place: Chandigarh

Date: 6/3/21

Annexure to Audit Report

1. Adequacy of Internal Audit System

Institute has a separate Internal Audit wing. However, it is mainly engaged in pre-audit of payments. Audit of various wings/ activities has not been conducted.

2. Adequacy of Internal Control System

The internal control system was found to be adequate except that the Institute has not followed the Investment pattern instructions notified by Government of India, Ministry of Finance, notification No. 11/14/2013-PR dated 02 March 2015, as the Institute invested ₹ 90.13 crore on account of Provident Fund in the Term deposits and saving accounts, with Scheduled banks.

3. Physical verification of Fixed Assets

Physical verification of Fixed Assets was conducted.

4. Physical verification of Inventory

The Institute has no inventory, as at the end of the year.

5. Regularity in payment of statutory dues

The Institute was regular in payment of statutory dues.


Deputy Director



FC 46.4 To ratify the decision of the Finance Committee on the circulation agenda for approving the Annual Accounts for the Accounting/Financial Year 2020-21.

The Senior Audit Officer (K.E/Mu), Indian Audit & Accounts Department, Office of the Principal Director of Audit (Central), Chandigarh vide letter No.PDA(C)/K.E/SAR/2020-21/2021-22/152-187, dated 27.04.2021 has requested to submit 03 copies of the Approved Annual Accounts for the year 2020-21 along with a copy of approval of Board of Governors before 30.6.2021 for processing the Separate Audit Report (SAR) of the Institute.

The Draft Annual Accounts for the year 2020-21 were prepared accordingly by 31st May, 2021 as per the guidelines and format provided by the MHRD (Now MoE), on the basis of grant received and expenditure made during the financial year 2020-21.

Keeping in view the urgency of matter, the Agenda for approving the Annual Accounts for the financial year 2020-21 was submitted to the Finance Committee through circulation mode vide No.Acs/FC/Circulation/2110, dated 30.6.2021. The decision of the Finance Committee recorded as under:-

“The Finance Committee considered the proposal through circulation mode along with Appendix II on Booklet (page 1 to 55). The Finance Committee recommended to the Board that the Annual Accounts for the Financial Year 2020-21 may be approved for taking up with C&AG for issuance of Separate Audit Report (SAR). The matter may be placed before the FC in its next meeting for ratification.”

A copy of the above minutes is enclosed as **Appendix-III on page 20**

In view of the above, it is proposed that *“the Finance Committee may ratify the decision of the Finance Committee on the circulation agenda for approving the Annual Accounts of the Financial Year 2020-21.”*



NATIONAL INSTITUTE OF TECHNOLOGY KURUKSHETRA
Kurukshetra – 136119, Haryana

**The Minutes of the Circulation Agenda of the Finance Committee of
National Institute of Technology, Kurukshetra.**

APPENDIX-III (FC.46.4)

- | | | | |
|----|--|-------|----------------------|
| 1. | Dr. Satish Kumar
Director
National Institute of Technology
Kurukshetra | | Chairperson (Acting) |
| 2. | Joint Secretary and Financial Advisor
Department of Higher Education
Ministry of Education (Shiksha Mantralaya)
Government of India
Shastri Bhawan, New Delhi – 110115 | | Member |
| 3. | Economic Advisor (HE)
Department of Higher Education
Ministry of Education (Shiksha Mantralaya)
Government of India
Shastri Bhawan, New Delhi – 110115 | | Member |
| 4. | Director
Indian Institute of Technology Ropar
Ropar, Punjab – 140001 | | Member |
| 5. | Dr. Brahmjit Singh
Professor
Electronics & Comm. Engg. Deptt.
National Institute of Technology
Kurukshetra | | Member |
| 6. | Sh. G. R. Samantaray
Registrar In-charge
National Institute of Technology
Kurukshetra | | Member -Secretary |

The decision of the Finance Committee is recorded as under:

**FC.C 1 To consider and approve the Annual Accounts for the
Accounting/Financial Year 2020-21.**

The Finance Committee Considered the proposal through circulation mode along with Appendix II on Booklet (page 1 to 55). The Finance Committee recommended to the Board that the Annual Accounts for the Financial Year 2020-21 may be approved for taking up with C&AG for issuance of Separate Audit Report (SAR). The matter may be placed before the FC in its next meeting for ratification.

(Satish Kumar)
Director, NIT, Kurukshetra &
Chairperson (Acting), Finance Committee
NIT, Kurukshetra

(G R Samantaray)
Registrar In-charge
& Member-Secretary
Finance Committee
NIT, Kurukshetra