



**MANAGEMENT ASSERTION LETTER**

To

The Auditor

Goyal Parul & Co

Date -

This assertion letter is provided in connection with your audit of the financial statements of the TECHNICAL EDUCATION QUALITY IMPROVEMENT PROGRAMME [TEQIP] PHASE - III Project for the year end 31.03.2019. We acknowledge our responsibility for the fair presentation of the financial statements in accordance with the cash basis of accounting followed by the Project, and we confirm, to the best of our knowledge and belief, the following representations made to you during your audit:

- The project financial statements are free of material misstatements, including omissions.
- Project funds have been used for the purposes for which they were provided.
- Project expenditures are eligible for financing under the Credit agreement.
- There have been no irregularities involving management or employees who have a significant role in internal control or that could have a material effect on the project financial statements.
- We have made available to you all books of account and supporting documentation relating to the project.
- The project has complied with the conditions of all relevant legal agreements, including the Credit Agreement, the Project Appraisal Document, the Minutes of Negotiations, the Borrower's Project Implementation Plan, and Memorandum of Understanding.

Nodal Finance Officer  
**Nodal Officer, Finance**

Coordinator, TEQIP-III  
**College of Technology**

Principal, TEQIP  
**DEAN**  
**College of Technology**  
Pantnagar-263145  
Distt. U. S. Nagar (Uttarakhand)

**Auditor's Report**

To  
The Director  
TEQIP Phase -III  
Govind Ballabh Pant university of Agriculture  
and technology , Pantnagar, Udham Singh Nagar  
Uttarakhand - 263145

**Report on the Project Financial Statements:**

We have audited the accompanying financial statements of the Technical Education Quality Improvement Program (TEQIP) Phase III Project, Govind Ballabh Pant university of Agriculture and Technology , Pantnagar, Udham Singh Nagar financed under World Bank Credit No-5874-0 IN, which comprise the Statement of Sources and Applications of Funds for the year ended **31<sup>st</sup> March 2019**. These statements are the responsibility of the Project's management. Our responsibility is to express an opinion on the accompanying financial statements based on our audit.

We conducted our audit in accordance with the Engagement and Quality Control Standards promulgated by the Institute of Chartered Accountants of India (ICAI). Those Standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures 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 statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the financial statements present fairly, in all material respects, the sources and applications of funds of Technical Education Quality Improvement Program (TEQIP) Phase III Project for the year ended **31<sup>st</sup> March 2019** in accordance with accounting principles generally accepted in India.

In addition, in our opinion, (a) with respect to expenditure adequate supporting documentation has been maintained to support claims to the World Bank for reimbursements of expenditures incurred; and (b) except for ineligible expenditures as detailed in the audit observations, if any, appended to this audit report, expenditures are eligible for financing under the Credit Agreement. During the course of the audit the expenditure statements and the connected documents were examined and these can be relied upon to support reimbursement under the Loan/Credit Agreement.

**Auditor's Opinion**

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements together with schedules attached; **read with the Accounting policies and Notes forming Part of Accounts (Annexure A)**

  
Nodal Officer, Finance





give a true and fair view in conformity with the accounting principles generally accepted in India:

- a) in the case of the Balance Sheet, of the TEQIP Phase -III project as at 31st March, 2019 and
- b) in the case of the statement of Income and Expenditure, of the Nil surplus for the year ended on that date
- c) in the case of the Receipts & Payments Account, of the Income & Expenses of the TEQIP Phase -III project for the year ended on that date

For Goyal Parul & Co  
Chartered Accountant



Dayanand Deepak  
Partner  
M.N- 518811  
FRN No - 016750N

Date- 17.05.2019  
Place:- Dehradun

**Nodal Officer, Finance**

**Coordinator, TEQIP-III  
College of Technology**

**DEAN**  
College of Technology  
Pantnagar-263145  
Distt. U. S. Nagar (Uttarakhand)

## Technical Education Quality Improvement Program (TEQIP) Phase III Project

### F.Y 2018-19 – ANNEXURE “A” Significant Accounting Policies and Notes to Account

#### A. Significant Accounting Policies:

1. General :
  - (a) The accounts are prepared under the historical cost convention following the cash system of accounting.
  - (b) Accounting policies not specially referred to are consistent and in consonance with generally accepted accounting principles.
  - (c) Expenses and income to the extent paid and received respectively are accounted for on cash basis.
2. Investments: - Investments are valued at cost. However, there are no investments outstanding at the end of the year.
3. Fixed Assets: - Fixed assets are stated at Cost. No accounting is being done for Depreciation on any of Fixed Assets.
4. Grant Accounting: - Since the Direct Transfer of Fund to the beneficiary is done through the PFMS, the institutes are not getting any fund directly, therefore, the expenditure incurred as per the PFMS shall be considered as grant received and accounted for accordingly after reconciling the figures.

#### B. Notes on Accounts:

1. There is no contingent liability in respect of claims against the project not acknowledged as debt.
2. Balances of Loans and Advances, Deposits and other Liabilities are subject to confirmation and as certified by the management. The Current assets are stated at an amount, which is in opinion of the management, not in excess of their recoverable value.

  
Director  
**DEAN**

College of Technology  
Pantnagar-263145  
Distt. U. S. Nagar (Uttarakhand)

  
**Nodal Officer, Finance**

  
Coordinator, TEQIP-III  
College of Technology  


# TECHNICAL EDUCATION QUALITY IMPROVEMENT PROGRAMME [TEQIP] PHASE - III

## COLLEGE OF TECHNOLOGY, PANTNAGAR, UDHAM SINGH NAGAR (1.1)

To  
The Director  
TEQIP Phase -III  
Govind Ballabh Pant university of Agriculture  
and technology , Pantnagar, Udham Singh Nagar  
Uttarakhand - 263145

### **Sub.: Management Letter for the Financial Year 2018-19**

We have audited the financial statements of Technical Education Quality Improvement Program (TEQIP) Phase III Project, State Project Implementation Unit (SPIU) and its Institutes/ ATU under sub component 1.1 and 1.2 respectively for the year ending 31<sup>st</sup> March, 2019 and have issued our report dated 17.05.2019 .

### **Introduction**

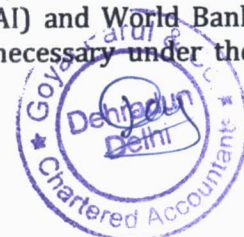
The TEQIP Project is a Central Sector Scheme (CSS) of the Ministry of Human Resources Development (MHRD). The Central Government funding 100% of its cost . It is aimed at (1) Improving Quality and equity in low-income and special category state (2) System-level initiatives to strengthen sector governance and performance. Sustaining excellence in engineering education and widening impact, through competitively-selected institutions in non-LIS/SCS. TEQIP seeks to enhance quality and equity in participating engineering education institutions and improve the efficiency.

This management Letter is an expansion and amplification of our report on the project financial statements to and includes comments and recommendations for improvements to the project's financial and administrative system and controls, as well as remarks on other matters to which the management's attention requires to be drawn. This Management Letter also describes the attention and the methodology and procedures adopted the statements, system and controls examined by us for carrying out the review. This Management letter is intended solely for the information and use of management for taking timely and appropriate actions on the findings.

### **SCOPE OF THE FINANCIAL REVIEW**

1. The audit was conducted in accordance with the Engagement and Quality Control Standards promulgated by the Institution of Chartered Accountants of India (ICAI) and World Bank guidelines and included such tests and controls as were considered necessary under the

  
Nodal Officer, Finance





given circumstances.

2. In accordance with the scope of audit as described in the Terms of reference, the review covered sources and application of funds of the project in Uttarakhand that are presently under operation.
3. The audit also included the verification of all necessary supporting documents, records and account kept in respect of all project activities and whether clear linkages existing between the accounting records and the project Financial Statements.

#### **PLANING AND METHODOLOGY OF FINANCIAL REVIEW**

1. The audit was carried out in accordance with the standards of World Bank auditing as applicable in India for the time being in force. Due consideration was given to the entire internal control structure in determining our review procedures for expressing our opinion on the Project Financial Statements.
2. We went through the accounting system and related internal controls and evaluated the operation of those internal controls in determining the nature and extent of other review procedures. The review was made to understand the flow of transactions and the specific control procedures to make a preliminary evaluation and identification of those internal controls on which it might be effective and efficient to rely in conducting the present review. We had examined on test basis evidence supporting the amounts and their proper disclosure in the financial statements.
3. Keeping in view the scope and objective of the audit, a program was devised to conduct the review at the SPIU and office of Institute / ATU under covered under (TEQIP) Phase III Project. Intimation was given in advance to the project offices to ensure the availability of staff and records at the time of visit of audit team.

#### **Major/Significant observations contained in Financial Review reports**

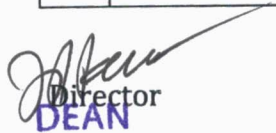
##### **COLLEGE OF TECHNOLOGY, PANTNAGAR, UDHAM SINGH NAGAR (1.1)**

S.N	Audit Observation	Recommendation	Management Comment
1.	<b><u>Fund Allocation Vs Actual expenditure</u></b> Total Budgeted of Rs 3,96,87,928 allocated in Financial Year 2018-19 and expenditure of Rs 1,76,53,010/- incurred during the period. Management has achieved the target 44.48 % of budget allocation.	Management should increase the efficiencies for achieving the target.	
2.	<b><u>Books of Accounts</u></b> We observed the books of accounts were maintained in		



  
Nodal Officer, Finance

	computerized accounting in Tally software for F.Y 2018-19 but Tally vouchers were not attached with vouchers.		
3.	<b>Fixed Assets Register</b> During the Financial year, nil expenditure incurred for Fixed assets/Procurement of Goods.		

  
**DEAN**  
 College of Technology  
 Pantnagar-263145  
 Distt. U. S. Nagar (Uttarakhand)



For Goyal Parul & Co  
Chartered Accountant



Dayanand Deepak  
Partner  
M.N- 518811  
FRN No - 016750N

Date: 17.05.2019  
Place : Dehradun

  
**Nodal Officer, Finance**

  
**Coordinator, TEQIP-III**  
**College of Technology**

**COLLEGE OF TECHNOLOGY, PANTNAGAR, UDHAM SINGH NAGAR**  
**TECHNICAL EDUCATION QUALITY IMPROVEMENT PROGRAMME [TEQIP] PHASE – III**

**BALANCE SHEET AS AT 31st MARCH 2019**

S. No.	PARTICULARS	SCHEDULE NO.		CURRENT YEAR Rs.	PREVIOUS YEAR Rs.
A	SOURCE OF FUNDS				
	Opening Balance			-	-
	Add :Excess of Income over expenditure			-	-
	<b>TOTAL</b>			-	-
B	APPLICATION OF FUNDS				
	1. Fixed Assets				
	Equipment				
	2. Work in progress –Scheme work under implementation				
	3. A. Current Assets, Loans and advances				
	a. Cash Balance				
	b. Bank Balance				
	c. Advance for Capital goods				
	d. Loans and Advances				
	Sub total (A)		-		
	B Less: Current Liabilities ( A-B)				
	Sub total (B)		-		
	Net Current Assets (A-B)			-	-
	<b>TOTAL</b>			-	-

**Nodal Officer, Finance**

**Coordinator, TEQIP-III**  
**College of Technology**  
 Coordinator TEQIP

Date - 17.05.2019  
 Place: Dehradun

**Principal TEQIP**  
**DEAN**

**College of Technology**  
**Pantnagar-263145**  
**Distt. U. S. Nagar (Uttarakhand)**

For Goyal Parul & Co  
 Chartered Accountant  
 FRN no - 016750N



**Dayanand deepak**  
 Partner  
 M.N- 518811



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**COLLEGE OF TECHNOLOGY, PANTNAGAR, UDHAM SINGH NAGAR**  
**TECHNICAL EDUCATION QUALITY IMPROVEMENT PROGRAMME [TEQIP] PHASE – III**

**INCOME AND EXPENDITURE ACCOUNT**  
**FOR THE YEAR ENDED 31st MARCH 2019**

EXPENDITURE			INCOME		
Previous Year	Particulars	Amount Rs.	Previous Year	Particulars	Amount Rs.
			1,743,738	Grant Received	17,653,010
	1.1.2.1 - Improve students learning	719,608			
	1.1.2.2 - Assistantships	1,946,678			
	1.1.2.3 - Graduates employability	5,418			
302,917	1.1.2.4 - Faculty/staff development and motivation	2,221,121			
164,104	1.1.2.5 - Research and development	234,921			
71,277	1.1.2.7 - Mentoring/Twinning system	308,373			
516,386	1.1.2.8 - Reforms and governance	94,711			
	1.1.2.9 - Management capacity development	5,619			
	1.1.2.11 - Industry-Institute Interaction	148,097			
12,500	1.1.3.1 - Consumables	70,785			
	1.1.3.3 - Office expenses	22,197			
27,882	1.1.3.4 - Meetings	69,418			
	1.1.3.5 - Hiring of vehicles	17,271			
148,408	1.1.3.6 - Travel cost*	(16,470)			
79,136	1.1.3.7 - Salary	823,921			
421,128	1.1.4.1 - Salary (Quality Teachers)	10,981,342			
-	Excess of income over expenditure	-			
1,743,738	Total	17,653,010	1,743,738.00	Total	17,653,010

\*Amount of Rs 35,534/- expenditure incurred in F.Y 2018-19 and rectification entry passed of Rs 52,004 /- for wrongly booked in F.Y 2017-18 under 1.1.3.6 travel cost in F.Y 2018-19 . Hence , Net expenditure of Rs 16,470/- (Rs 35,534/- - Rs 52,004/-) is shown in negative.

Nodal Finance Officer  
**Nodal Officer, Finance**  
 Coordinator TEQIP  
**Coordinator, TEQIP-III**  
**College of Technology**  
 Date - 17.05.2019  
 Place: Dehradun

**DEAN**  
 Principal TEQIP  
**College of Technology**  
**Pantnagar-263145**  
**Distt. U. S. Nagar (Uttarakhand)**



For Goyal Parul & Co  
 Chartered Accountant  
 FRN no - 016750N  
**Dayanand deepak**  
 Partner  
 M.N- 518811


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**COLLEGE OF TECHNOLOGY, PANTNAGAR, UDHAM SINGH NAGAR**  
**TECHNICAL EDUCATION QUALITY IMPROVEMENT PROGRAMME [TEQIP] PHASE – III**

**RECEIPT AND PAYMENT ACCOUNTS**  
**For the period from 01.04.2018 to 31.03.2019**

RECEIPTS			PAYMENTS		
Sl. No	Particulars	Amount Rs.	Sl. No	Particulars	Amount Rs.
1	Opening Balance				-
	a. Cash	-	1.1.2.1 - Improve students learning		719,608
	b. Bank	-	1.1.2.2 - Assistantships		1,946,678
			1.1.2.3 - Graduates employability		5,418
			1.1.2.4 - Faculty/staff development and motivation		2,221,121
2	Received from MHRD	17,653,010	1.1.2.5 - Research and development		234,921
			1.1.2.7 - Mentoring/Twinning system		308,373
			1.1.2.8 - Reforms and governance		94,711
			1.1.2.9 - Management capacity development		5,619
			1.1.2.11 - Industry-Institute Interaction		148,097
			1.1.3.1 - Consumables		70,785
			1.1.3.3 - Office expenses		22,197
			1.1.3.4 - Meetings		69,418
			1.1.3.5 - Hiring of vehicles		17,271
			1.1.3.6 - Travel cost		(16,470)
			1.1.3.7 - Salary		823,921
			1.1.4.1 - Salary (Quality Teachers)		10,981,342
3	Other Receipts		Closing Balance		-
			a. Cash		-
			b. Bank		-
Total		17,653,010	Total		17,653,010

  
Nodal Finance Officer  
**Nodal Officer, Finance**

  
Coordinator TEQIP  
**Coordinator, TEQIP-III**  
College of Technology  
Date: 17.05.2019  
Place: Dehradun

  
Principal TEQIP  
**DEAN**  
College of Technology  
Pantnagar-263145  
Distt. U. S. Nagar (Uttarakhand)



For Goyal Parul & Co  
Chartered Accountant  
FRN no - 016750N

  
Dayanand Deepak  
Partner  
M.N- 518811



**COLLEGE OF TECHNOLOGY, PANTNAGAR, UDHAM SINGH NAGAR**  
**STATEMENT OF SOURCES AND APPLICATION OF FUNDS**

**Name of the Project:- TECHNICAL EDUCATION QUALITY IMPROVEMENT PROGRAMME [TEQIP] PHASE - III**  
**Credit/ No.- -5874-0 IN**  
**Statement of Sources and Applications of Funds**

**Report for the year ended 31st March 2019**

Particulars	In Rs.		
	Current Year	Previous Year	Project to date
<b>Opening Balance (A)</b>	-		
<b>Receipts</b>			
Funds equivalent to expenditure shown in PFMS (Funds made available by MHRD)	17,771,505	1,743,738	19,515,243
Less : Debit failures	118,495	-	118,495
<b>Total Receipts (B)</b>	17,653,010	1,743,738	19,396,748
<b>Total Sources (C = A + B)</b>	17,653,010	1,743,738	19,396,748
<b>Expenditures by Component</b>			
1.1.2.1 - Improve students learning	719,608		719,608
1.1.2.2 - Assistantships	1,946,678		1,946,678
1.1.2.3 - Graduates employability	5,418		5,418
1.1.2.4 - Faculty/staff development and motivation	2,221,121	302,917	2,524,038
1.1.2.5 - Research and development	234,921	164,104	399,025
1.1.2.7 - Mentoring/Twinning system	308,373	71,277	379,650
1.1.2.8 - Reforms and governance	94,711	516,386	611,097
1.1.2.9 - Management capacity development	5,619	-	5,619
1.1.2.11 - Industry-Institute Interaction	148,097	-	148,097
1.1.3.1 - Consumables	70,785	12,500	83,285
1.1.3.3 - Office expenses	22,197	-	22,197
1.1.3.4 - Meetings	69,418	27,882	97,300
1.1.3.5 - Hiring of vehicles	17,271	-	17,271
1.1.3.6 - Travel cost	(16,470)	148,408	131,938
1.1.3.7 - Salary	823,921	79,136	903,057
1.1.4.1 - Salary (Quality Teachers)	10,981,342	421,128	11,402,470
<b>Total Expenditures (D)</b>	17,653,010	1,743,738	19,396,748
<b>Closing Balance, (C-D)</b>	-	-	-

**Notes:**

- The above figures will be based on accounts prepared by the accounts compiling officers, duly reconciled, & Co.
- Names of accounting units whose financial statements are aggregated to prepare the consolidated accounts.
- Any other specific Note.

**Nodal Officer, Finance**

**Coordinator, TEQIP-III**  
**College of Technology**

**DEAN**  
**College of Technology**  
**Pantnagar-263145**  
**Distt. U. S. Nagar (Uttarakhand)**





**COLLEGE OF TECHNOLOGY, PANTNAGAR, UDHAM SINGH NAGAR**  
**TECHNICAL EDUCATION QUALITY IMPROVEMENT PROGRAMME [TEQIP] PHASE – III**

**For F.Y - 2018-19**

**Report -1 : PFMS RECONCILIATION STATEMENT**

Sl. No.	Statement of Expenditure	Amount Rs.
A	Expenditure as per PFMS Statement (According to M-32 Report)	17,771,505
B	Less:	
	Debit failures (payments not made by PFMS but shown in the expenditure) — [Report EP-04]	118,495
C	Expenditure as per books of accounts (A - B)	17,653,010

**Report -2 : STATUS OF ADVANCES**


Sl. No.	Date	Amount Rs.
A	Opening Balance as on 01.04.2018	
B	Add : Advances paid in the year	-
C	Less : Adjustment/Settlement of Advances	-
D	Balance as on 31.03.2019	-

**Report -2 (a) : AGEING OF ADVANCES**

Sl. No.	Particulars	Period	Amount (Rs.)
1	Ageing of Advances in Closing Balance	upto 15 days	
		upto 30 days	
		more than 30 days	-
	<b>Total</b>		-

  
**Nodal Officer, Finance**

  
**Coordinator, TEQIP-III**  
**College of Technology**

  
**DEAN**  
**College of Technology**  
**Pantnagar-263145**  
**Distt. U. S. Nagar (Uttarakhand)**



**COLLEGE OF TECHNOLOGY, PANTNAGAR, UDHAM SINGH NAGAR**  
**Report -3 : PHYSICAL AND FINANCIAL PROGRESS (PROCUREMENT)**

Name of the Institute: TECHNICAL EDUCATION QUALITY IMPROVEMENT PROGRAMME [TEQIP] PHASE - III

Period from 01.04.2018 to 31.03.2019

Sl. No.	Particulars	Amount Rs.
A	Procurement made during the year as per PFMS report	-
B	Procurement made during the year as per PMSS report	-
C	Variation if any	
D	Reasons for the variations	

  
Nodal Officer, Finance



### Annexure - 1 Fixed Assets

S.L No	Particular	Amount
	Total	-



**Nodal Officer, Finance**





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**COLLEGE OF TECHNOLOGY, PANTNAGAR, UDHAM SINGH NAGAR**  
**TECHNICAL EDUCATION QUALITY IMPROVEMENT PROGRAMME [TEQIP] PHASE – III**  
**F.Y 2018-19**  
**UTILIZATION CERTIFICATE**

a. Opening Balance as on 1st April, 2018		-
b. Funds received		
As per expenditure in PFMS	17,771,505	
	-	
Less: Debit failoure	<u>118,495</u>	17,653,010
c. Other Income		-
d. Less : Expenditure		<u>17,653,010</u>
Unspent Balance (a+b+c-d)		<u>-</u>

It is also certified that an amount of Rs 1,76,53,010/- (Rupees One Crores Seventy Six lacs Fifty Three Thousand Ten Only) has been utilized by the Institution for the purpose for which it was sanctioned. It is further certified that an unspent balance of Rs Nil /- only is being carried forward for utilization in the next year.

We further certify that the conditions on which the grant was sanctioned have been fulfilled and where there has been any deviation from the sanctioned amount it is with prior approval of the concerned authority. We have exercised reasonable checks to see that money has been actually utilized for the purpose for which it was sanctioned.

For Goyal Parul & Co  
Chartered Accountant

FRN no - 016750N



*Dayanand deepak*  
Dayanand deepak  
Partner  
M.N- 518811

*[Signature]*  
Nodal Officer, Finance

*[Signature]*  
Coordinator, TEQIP-III  
College of Technology

*[Signature]*  
DEAN  
College of Technology  
Pantnagar-263145  
Distt. U. S. Nagar (Uttarakhand)