

FUNDS - GRANTS
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SEPARATE AUDIT REPORT OF THE COMPTROLLER AND AUDITOR GENERAL OF INDIA ON THE ACCOUNTS OF THE CENTRAL UNIVERSITY OF KARNATAKA, KALABURAGI FOR THE YEAR ENDED 31ST MARCH 2019.


We have audited the attached Balance Sheet of Central University of Karnataka, Kalaburagi as at 31 March 2019 and the Income & Expenditure Account / Receipts & Payment 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. 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 and 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 and 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:

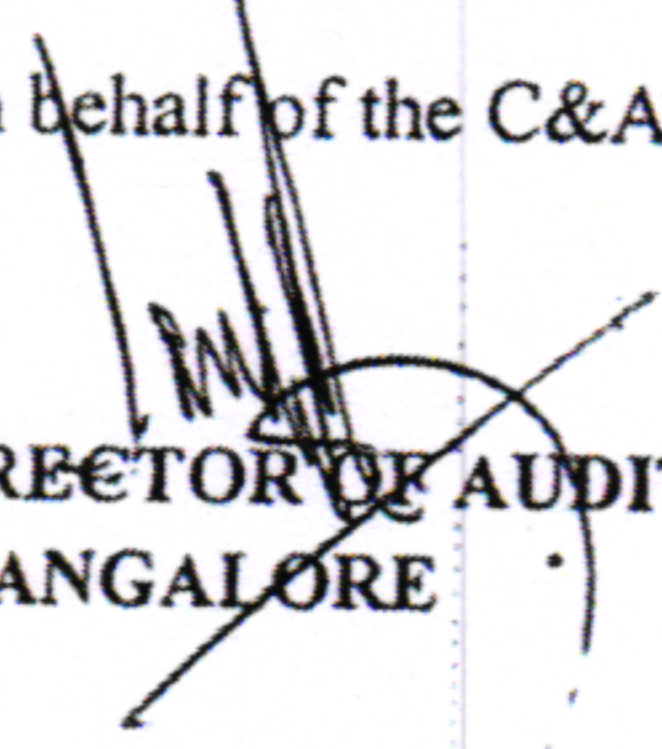
- i) We have obtained all the information and explanations, which to the best of our knowledge and belief were necessary for the purpose of our audit.
- ii) The Balance Sheet and Income & Expenditure Account/Receipt & Payment Account dealt with by this report have been drawn up in the format prescribed by the Government of India, Ministry of Human Resource Development.

 / REGISTRAR
कर्नाटक केन्द्रीय विश्वविद्यालय
Central University of Karnataka
KALABURAGI

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 Central University of Karnataka, Kalaburagi 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)
BANGALORE



कुलसचिव / REGISTRAR
कर्नाटक केन्द्रीय विश्वविद्यालय
Central University of Karnataka
कलबुर्गी / KALABURAGI

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

iv) We further report that:

A. REVISION OF ACCOUNTS:

The Institute, based on the audit observations revised its accounts and submitted the revised accounts on 21st October 2019. Due to revision, there was no financial impact.

B. GRANTS IN AID:

During 2018-19, the University received grants of Rs.32.21 crore (Recurring grants – Rs.19.21 crore and Capital Grants – Rs.13,00 crore), out of which Rs.26.89 crore was utilized, leaving a balance of Rs.5.32 crore.

B.1 Current Liabilities & Provisions

Schedule 3c – Unutilized grants from UGC, GOI etc - Rs. 1.91 Crore

During the year 2018-19, CUK had received recurring grants of Rs.19.21 Crore and an opening balance of Rs. 3.69 crore against which expenditure of Rs.24.82 Crore was incurred resulting in excess utilisation of Rs.1.91 Crore. The excess of recurring grant was utilised from the unutilised capital grants of Rs.37.75 Crore. This has resulted in understatement of Unutilised Grants and overstatement of Income by Rs. 1.91 crore.

C. General

1. The University has not made the provision on Retirement Benefits on actuarial valuation which is in contravention of AS 15 as well as Format of Accounts approved by MHRD.

v) We report that the Balance sheet and Income & Expenditure Account/Receipt & Payment 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 with the Accounting Policies and Notes on Accounts and subject to the matters mentioned in Annexure to this Audit Report,



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Central University of Karnataka
कलबुर्गी / KALABURAGI

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ANNEXURE

1. Adequacy of Internal Audit System

The internal audit system does not exist in the University. No internal audit officer/wing exists in the University and also the internal audit manual has not been prepared. No Chartered Accountant was appointed for preparation of annual accounts.

2. Adequacy of internal control system

The internal control system prevailing in the University is inadequate and needs to be improved.

3. System of Physical verification of fixed assets/inventory

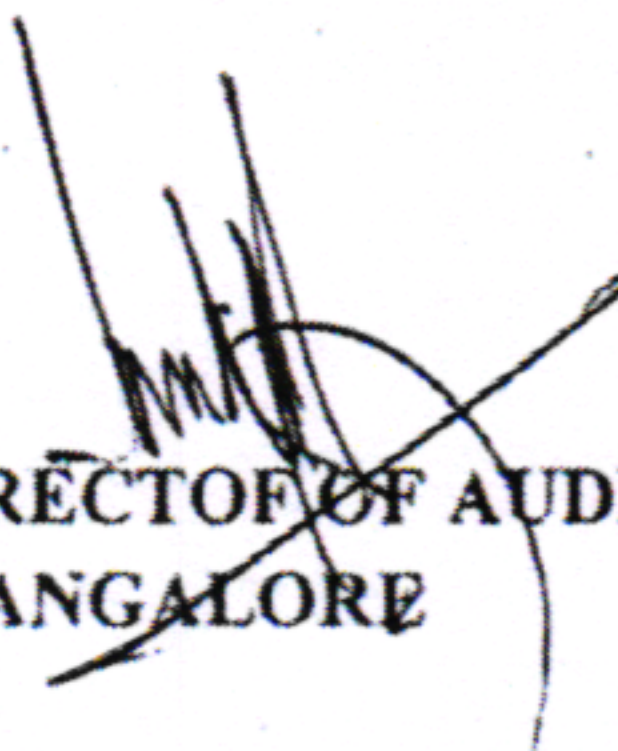
No physical verification of assets has been conducted for the year ending 2018-19.

4. Regularity in payment of statutory dues

All statutory dues of the University have been remitted within the stipulated date besides maintaining necessary accounts.

5. System of academic receipt

The system of fee collection has been changed to centralized collection through bank.


PRINCIPAL DIRECTOR OF AUDIT (CENTRAL)
BANGALORE


कुलसचिव / REGISTRAR
कर्नाटक केन्द्रीय विश्वविद्यालय
Central University of Karnataka
कलबुर्गि / KALABURAGI

**SEPARATE AUDIT REPORT OF THE COMPTROLLER AND AUDITOR
GENERAL OF INDIA ON THE ACCOUNTS OF CENTRAL UNIVERSITY OF
KARNATAKA, KALABURAGI FOR THE YEAR 2019-2020**

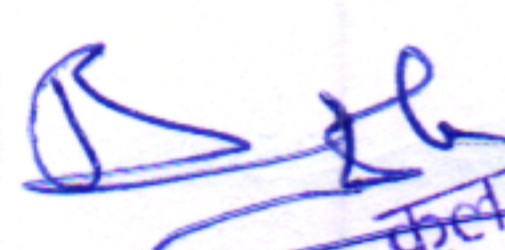
We have audited the attached Balance Sheet of Central University of Karnataka, Kalaburagi as at 31 March 2020 and the Income & Expenditure Account / Receipts & Payment Account for the year ended on that date under Section 19(2) of the Comptroller and Auditor General's Duties, Powers and Conditions of Service Act, 1971. 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 and 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 and 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 mis-statements. 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/Receipt & Payment Account dealt with by this report have been drawn up in the format prescribed by the Government of India, Ministry of Education.


मुख्यसचिव / REGISTRAR
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Central University of Karnataka
कलबुर्गी / KALABURAGI

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

iv) We further report that:

A. REVISION OF ACCOUNTS:

The Central University of Karnataka, Gulbarga revised the accounts based on the audit observations. The impact of revision is that

- (a) Income decreased by Rs.11.11 lakh from Rs.4349.87 lakh to Rs.4338.76 lakh.
- (b) Expenditure increased by Rs.2.99 lakh from Rs.3954.43 lakh to Rs.3957.42 lakh.
- (c) The sources and Application of funds increased by Rs.747.62 lakhs from Rs.45183.70 lakh to Rs.45931.32 lakh.

B. COMMENTS ON ACCOUNTS:

GENERAL:


1. GRANTS IN AID:

During 2019-20, the University received grants from UGC to meet Non recurring/Capital expenditure and recurring /salary and other expenses. The financial position of the University for 2019-20 is furnished below:

(Rs in Lakhs)

Particulars	Opening Balance	Grants Received	Grants utilized	Closing Balance
Capital grants	4734.85	920.00	934.44	4720.41
Revenue grants	(-)191.88	2315.16	2786.26	(-)662.98

Source: Schedule 10A & 10B


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2. Non adherence to MHRD format of accounts in respect of NPS.


This revised format and schedules of Financial Statements of Central Educational Institutions (CEIs) also include formats for presentation of the annual accounts of GPF/CPF and New Pension Scheme (NPS). However, the copy of annual accounts furnished to Audit by the Institute does not include the annual accounts (Balance sheet, Receipt and Payment Account, Income and Expenditure Account) in respect of NPS as per the format prescribed by MHRD.

3. Sch-3: Provisions for Employee's Retirement Benefits (EL encashment Rs. 30.00 lac)-Rs.3,30,00,000:

As per the format of accounts prescribed by MHRD for Central Educational Institutions, the retirement benefits viz pension, gratuity and leave encashment are to be provided on the basis of actuarial valuation. The Institute has made adhoc provision to an extent of Rs.3.30 crore towards gratuity and EL encashment without getting actuarial valuation of the retirement benefits. In the absence of actuarial valuation, audit was unable to assess the sufficiency of the provisions of the retirement benefits made by the University.

v) We report that the Balance sheet and Income & Expenditure Account/Receipt & Payment 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 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.


कुलसचिव / REGISTRAR
कर्नाटक केन्द्रीय विश्वविद्यालय
Central University of Karnataka
कलबुरगी / KALABURGI

- a) In so far as it relates to the Balance Sheet, of the state of affairs of the Central University of Karnataka, Kalaburagi 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

Shiva

PRINCIPAL DIRECTOR OF AUDIT (CENTRAL)
BANGALORE

Shiva
कुलसचिव / REGISTRAR
कर्नाटक केन्द्रीय विश्वविद्यालय
Central University of Karnataka
कलबुर्गी / KALABURAGI

ANNEXURE

1. Adequacy of Internal Audit

The Internal Audit system needs to be strengthened in the University, as there is no Internal Audit Officer/Wing exists in the University and also the Internal Audit Manual has not been prepared. Also, no internal audit was conducted through a CA Firm.

2. Adequacy of Internal Control System

The Internal Control system prevailing in the University needs to be improved in view of there being no internal audit wing.

3. System of physical verification of fixed assets

As per rule 192 of General Financial Rules, Physical verification of fixed assets/inventory should be conducted atleast once a year and the outcome of the verification recorded in the corresponding asset register. Discrepancies, if any, shall be promptly investigated and brought to account. However, no physical verification of assets has been conducted for the year 2019-20, in the absence of which Audit is unable to ensure closing balance authentication.

4. System of physical verification of inventory

No physical verification of Inventory has been conducted for the year 2019-20, in the absence of which, Audit is unable to ensure closing balance authentication.

5. Regularity in payment of statutory dues

All the statutory dues of the University are collected and remitted within the stipulated date besides maintaining necessary accounts.

6. System of Academic Receipt

The system of fee collection has been changed to centralized collection through Bank.

**PRINCIPAL DIRECTOR OF AUDIT (CENTRAL)
BANGALORE**

**कुलसचिव / REGISTRAR
कर्नाटक केन्द्रीय विश्वविद्यालय
Central University of Karnataka
कलबुरगि / KALABURAGI**



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No. PDA (CENTRAL)/CAB/2021-22/B- 229

Dated: 31/01/2022

Copy of the Separate Audit Report and certified copy of accounts to: **The Registrar, Central University of Karnataka, Kalaburagi** with the information that the documents may be adopted by the University and resolution passed before sending to Government for placement in the Parliament. **Two copies of the printed annual report containing the above documents and a copy of the resolution passed in this regard may please be furnished to this office.**

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PRINCIPAL DIRECTOR OF AUDIT (CENTRAL)
BANGALORE

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कुलसचिव / REGISTRAR
कर्नाटक केन्द्रीय विश्वविद्यालय
Central University of Karnataka
KALABURAGI

**SEPARATE AUDIT REPORT OF THE COMPTROLLER AND AUDITOR
GENERAL OF INDIA ON THE ACCOUNTS OF THE CENTRAL
UNIVERSITY OF KARNATAKA, KALABURAGI FOR THE YEAR 2020-21**

We have audited the attached Balance Sheet of Central University of Karnataka, Kalaburagi as at 31 March 2021 and the Income & Expenditure Account / Receipts & Payment 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. 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 and 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 and 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/Receipt & Payment Account dealt with by this report have been drawn up in the format prescribed by the Government of India, Ministry of Education.


कुलसचिव / REGISTRAR
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Central University of Karnataka
कलबुरगि / KALABURAGI

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

iv) We further report that:

A. GRANTS-IN AID:

During 2020-21, the University received grants from UGC to meet Non-recurring/Capital expenditure and recurring /salary and other expenses. The financial position of the University for 2020-21 is furnished below:

(Rupees in Lakh)

Particulars	Opening Balance	Grants received	Grants utilized	Grants Withdrawn by RBI	Closing Balance
Capital grants	4720.41	550.00	846.63	275.00	4148.78
Revenue grants	(-)662.98	3751.49	3208.62	697.20	(-)817.31

Source: Schedule 10A & 10B

There cannot be negative balancing figure of grant in aid and excess expenditure over and above grant in aid is required to be met from internal resources. Thus this may be corrected in the books of accounts. The unspent grant was not tallying with Schedule 3, hence reconciliation is required.

B. COMMENTS ON ACCOUNTS:

REVISION OF ACCOUNTS: The Central University of Karnataka, Kalaburagi revised the accounts based on the audit observations. However, the impact of revision was not material and is considered as "NIL".

C. GENERAL

1. Schedule 3 (C) – Unutilised grants from UGC – Rs.1792.26 lakh

The unutilised grants from UGC did not include interest earned on unutilised grant funds resulting in understatement of liabilities/ unutilised grants from UGC and overstatement of Income in Schedule – 11 (Income from Investments) of Income and


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Expenditure Account by the same amount. The University is required to work out the interest earned on unutilised grant funds and make suitable entries in books of accounts.

2. NOTES TO ACCOUNTS:

- (a) As seen from Notes No.3 and 13, the amount paid to Contractors by M/s RITES and interest earned on deposit by M/s RITES have been accounted by CUK, Gulbarga based on the declaration given by M/s RITES. The correctness of the amounts declared by M/s RITES could not be ascertained by Audit. The university is required to confirm the correctness of these amounts. Since the interest earned is added back to the Deposit by M/s RITES, the disclosure in Note No.13 is incorrect.
- (b) As per Note No 6, the University is in search of consultant for calculations of leave encashment under actuarial valuation and an amount of Rs.3.3 crore provision is made upto 2020-21. Since actuarial valuation of retirement benefits had been done, the note may be revised suitably.
- v) We report that the Balance sheet and Income & Expenditure Account/Receipt & Payment 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 with the Accounting Policies and Notes on Accounts and subject to the matters mentioned in Annexure to this Audit Report, give a true and fair view in conformity with accounting principles generally accepted in India.



कुलसचिव / REGISTRAR
कर्नाटक केन्द्रीय विश्वविद्यालय
Central University of Karnataka
कलबुरगी / KALABURAGI

- a) In so far as it relates to the Balance Sheet, of the state of affairs of the Central University of Karnataka, Kalaburagi as at 31 March 2021 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

Sh. S. S. S.

**PRINCIPAL DIRECTOR OF AUDIT (CENTRAL)
BANGALORE**

R. S. S.

**कुलसचिव / REGISTRAR
कर्नाटक केन्द्रीय विश्वविद्यालय
Central University of Karnataka
कलबुरगि / KALABURAGI**

ANNEXURE

1. Adequacy of Internal Audit

The Internal Audit system needs to be strengthened in the University, as there is no Internal Audit Officer/Wing in the University and also the Internal Audit Manual has not been prepared. During the finalisation of annual accounts, the University is taking the help of a CA firm.

2. Adequacy of Internal Control System

The Internal Control system prevailing in the University needs to be improved in view of there being no internal audit wing. The system of fee collection has been changed to centralized collection through Bank.

3. System of physical verification of fixed assets

No physical verification of assets has been conducted for the year 2020-21, in the absence of this, Audit is unable to ensure closing balance authentication.

4. System of physical verification of inventory

No physical verification of Inventory has been conducted for the year 2020-21, in the absence of this, Audit is unable to ensure closing balance authentication.

5. Regularity in payment of statutory dues

All the statutory dues of the University are collected and remitted within the stipulated date besides maintaining necessary accounts.

M. S. S.

PRINCIPAL DIRECTOR OF AUDIT (CENTRAL)
BANGALORE

S. S.

कुलसचिव / REGISTRAR
कर्नाटक केन्द्रीय विश्वविद्यालय
Central University of Karnataka
कलबुरगी / KALABURAGI

भारतीय लेखा तथा लेखापरीक्षा विभाग
Indian Audit And Accounts Department



प्रधान निदेशक लेखापरीक्षा (केन्द्रीय) का कार्यालय, बेंगलूरु
Office of the Principal Director of Audit (Central)
Bengaluru

CONFIDENTIAL/BY SPEED POST

No. PDA (CENTRAL)/CAB/2022-23/B-149

Dated: 02/11/2022

Copy of the Separate Audit Report and certified copy of accounts to: **The Registrar, Central University of Karnataka, Kalaburagi** with the information that the documents may be adopted by the University and resolution passed before sending to Government for placement in the Parliament. **Two copies of the printed annual report containing the above documents and a copy of the resolution passed in this regard may please be furnished to this office.**

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PRINCIPAL DIRECTOR OF AUDIT (CENTRAL)
BENGALURU

ऑडिट भवन : बी. ब्लॉक, पहला माला, डाक थैली सं. / 5398 बेंगलूरु - 560 001 / Audit Bhavan, 'B' Block, 1st Floor, P.B. No. 5398, Bengaluru - 560 001
Ph. : 080-22379335/36 Fax : 080-22281590, 22201427 E-Mail : pdacbengaluru@cag.gov.in Website : <http://WWW.agkar.cag.gov.in>

कुलसचिव / REGISTRAR
कर्नाटक केन्द्रीय विश्वविद्यालय
Central University of Karnataka
कलबुरगि / KALABURAGI

SEPARATE AUDIT REPORT ON THE ACCOUNTS OF CENTRAL UNIVERSITY OF KARNATAKA, KADAGANCHI, KALABURAGI FOR THE YEAR 2021-22

1. INTRODUCTION:

The Central University of Karnataka, was established at Kalaburagi by an Act of Parliament (No.3 of 2009). It is one of the sixteen new Central Universities established by the Government of India during the UGC XI plan period to address the concerns of "equity and access" to education. Central University of Karnataka in Kalaburagi has increased the access to quality higher education to people in less educationally developed districts which have low graduate enrolment ratio.

The audit of the accounts of the University for the year 2021-22 was taken up 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 Central Universities Act, 2009.

2. GRANTS-IN AID/FINANCIAL POSITION:

CUK received grants from UGC to meet Non-recurring/Capital expenditure and recurring/salary and other expenses grants. The financial position of the University for the 2021-22 is furnished below:

(Rupees in lakhs)

Particulars	Opening Balance	Grants received	Grants Utilized	Grants withdrawn by RBI	Closing Balance
Capital Grants	4148.77	400	969.08	13.00	3566.68
Revenue Grants	0	3670.92	3469.45	211.65	(-)10.19

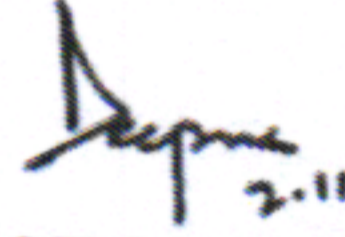
Source: Schedule 10A & 10B


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Central University of Karnataka
कलबुरागि / KALABURAGI

3. REVISION OF ACCOUNTS: The Institute revised its accounts based on the observations of Audit and submitted the revised accounts on 16.09.2022. The impact of revision is as follows:

- i) The "Sources and Application of Funds" decreased by ₹ 6,36,256 from ₹ 4,65,43,94,671 to ₹ 4,65,37,58,415.
- ii) The Income increased by ₹ 4,27,447 from ₹ 47,04,10,452 to ₹ 47,08,37,899.
- iii) The Expenditure increased by ₹ 9,27,001 from ₹ 48,93,39,351 to ₹ 49,02,66,352.

4. COMMENTS ON ACCOUNTS: - Nil -



**PRINCIPAL DIRECTOR OF AUDIT (CENTRAL)
BENGALURU**



कुलसचिव / REGISTRAR
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Central University of Karnataka
कलबुरगि / KALABURAGI

ANNEXURE

1. Adequacy of Internal Audit System

Since there is no Internal Audit Officer from 1.08.2020 there is no established internal audit system in the Institute to examine the accuracy of the accounts prepared by various departments of this Institute.

2. Adequacy of Internal Control System

Internal Control System is inadequate and needs to be strengthened by establishment of an Internal Audit wing consisting of permanent staff to carry on its duties concurrently. Several transactions relating to various departments/units viz. procurement of High value Lab equipments, Computer softwares, constructions works and other connected activities have been happening in this University on a regular basis. Apart from these there are several transactions happening in respect of various sponsored projects which requires coordination from the respective units handling those projects during the time of compilation of accounts so that there is a smooth process of consolidation of accounts.

3. System of Physical Verification of Fixed Assets

The University has conducted the physical verification of Fixed Assets for the year 2021-22.

4. System of Physical Verification of Inventory

The Physical Verification of Inventory for the year 2021-22 has not been conducted in the absence of which Audit could not ensure the authentication of the closing balance.

5. Regularity in payment of statutory dues

All statutory dues of the Institute have been remitted within the stipulated time besides maintaining the necessary accounts.

6. System of Academic Receipt

The system of fee collection is centralized by collection through Bank.

PRINCIPAL DIRECTOR OF AUDIT (CENTRAL)
BENGALURU

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No. PDA (CENTRAL)/CAB/2023-24/B-121

Dated: 26/09/2023

Copy of the Separate Audit Report and certified copy of accounts to: The Registrar, Central University of Karnataka, Kalaburagi with the information that the documents may be adopted by the University and resolution passed before sending to Government for placement in the Parliament. Two copies of the printed annual report containing the above documents and a copy of the resolution passed in this regard may please be furnished to this office.

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PRINCIPAL DIRECTOR OF AUDIT (CENTRAL)
BENGALURU

F/O.

[Handwritten signature]
3/10/23

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04/10/23

Central University of Karnataka
KALABURAGI
RFS Inward No. 4010
Date: 04/10/23

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04/10/23
Sign: *[Handwritten signature]*

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कुलसचिव / REGISTRAR
कर्नाटक केन्द्रीय विश्वविद्यालय
Central University of Karnataka
कलबुरगी / KALABURAGI

**SEPARATE AUDIT REPORT ON THE ACCOUNTS OF CENTRAL
UNIVERSITY OF KARNATAKA, KADAGANCHI, KALABURAGI FOR
THE YEAR 2022-23**

1. INTRODUCTION:

The Central University of Karnataka, was established at Kalaburagi by an Act of Parliament (No.3 of 2009). It is one of the sixteen new Central Universities established by the Government of India during the UGC XI plan period to address the concerns of "equity and access" to education. Central University of Karnataka in Kalaburagi has increased the access to quality higher education to people in less educationally developed districts which have low graduate enrolment ratio.

The audit of the accounts of the University for the year 2022-23 was taken up 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 Central Universities Act, 2009. 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/Receipt & Payment Account dealt with by this report have been drawn up in the format approved by the Institute's Board of Management and Finance Committee.
- iii) In our opinion, proper books of accounts and other relevant records have been maintained by the Institute in so far as it appears from our examination of such books.
- iv) We further report that:


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2. GRANTS-IN AID/FINANCIAL POSITION:

CUK received grants from UGC to meet Non-recurring/Capital expenditure and recurring/salary and other expenses grants. The financial position of the University for the 2022-23 is furnished below:

(₹ in lakhs)

Particulars	Opening Balance	Grants received	Grants Utilized	Grants withdrawn by RBI	Closing Balance
Capital Grants	3566.68	400	557.88	--	3408.80
Revenue Grants	--	3642	4107.42	69.29	(-)534.71

(Source: Schedule 10A & 10B, Schedule-16(G and K), 17,19 ,21, and I&E)

3. COMMENTS ON ACCOUNTS:

- Nil -

4. MANAGEMENT LETTER:

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

5 .REVISION OF ACCOUNTS:

The Institute revised its accounts based on the observations of Audit and submitted the Revised Annual Accounts (on 11.08.2023). The net impact of revision is as follows:

- (i) The "Sources and Application of Funds" reduced from ₹.4,71,68,70,638 to ₹ 4,71,39,75,661 by ₹ 28,94,977.

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(ii) The Income increased by ₹ 30,14,560 from ₹ 54,84,02,412 to ₹.55,14,16,972. The Expenditure increased by ₹ 44,07,809 from ₹.55,04,05,402 to ₹55,48,13,211.

(iii) The deficit for the year increased by ₹ 13,93,249 from ₹.20,02,990 to ₹.33,96,239

(v) Subject to our observation in the preceding paragraphs, we report that the Balance Sheet, Income & Expenditure Account and Receipt & Payment 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 with the Accounting Policies and Notes on Accounts and subject to 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 Central University of Karnataka, Kalaburagi as at 31 March 2023; and

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

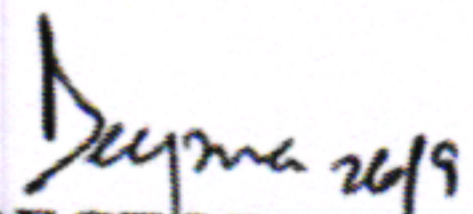
For and on behalf of the C&AG of India

Dupma 26/19
PRINCIPAL DIRECTOR OF AUDIT (CENTRAL)
BENGALURU

R. S. S.
कुलसचिव / REGISTRAR
कर्नाटक केन्द्रीय विश्वविद्यालय
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ANNEXURE

1. **Adequacy of Internal Audit system**
Internal Audit Officer has been appointed. However, there is no established internal audit system in the institute to examine the accuracy of the accounts prepared by various departments of this institute.
2. **Adequacy of Internal Control System**
Internal Control System is adequate and needs to be strengthened by establishment of an Internal Audit Wing consisting of permanent staff to carry on its duties concurrently. Several transactions relating to various departments/units viz procurement of High Value lab equipment, Computer software, construction works and other connected activities have been happening in this University on a regular basis. Apart from these, there are several transactions happening in respect of various sponsored projects which requires coordination from the respective units handling those projects during the time of compilation of accounts so that there is smooth process of consolidation of accounts.
3. **System of physical verification of fixed assets**
The University has conducted Physical verification of fixed assets for the period 2022-23
4. **System of physical verification of Inventory**
The Physical verification of inventory for the period 2022-23 has been conducted.
5. **Regularity in payment of statutory dues**
All the statutory dues of the institute have been remitted within the stipulated time besides maintaining the necessary accounts.
6. **System of Academic Receipts**
The system of fee collection is centralized by collection through bank.


PRINCIPAL DIRECTOR OF AUDIT(CENTRAL)
BENGALURU


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