

No.G-25012/13/2021-Budget
Government of India
Ministry of AYUSH
(Budget Section)

AYUSH BHAWAN'
'B' Block, GPO Complex, INA,
New Delhi – 110 023
Dated 02-12-2021

OFFICE MEMORANDUM

Subject: Separate Audit Report on the accounts of All India Institute of Ayurveda, New Delhi for the year 2020-2021-reg.

The undersigned is directed to forward herewith a letter No.AMG-I/SAR/AIIA/07-17/2021-22/626 dated 16-11-2021 received from the Dy. Director/AMG-I, O/o the Principal Director of Audit along with its enclosures, in original, for further necessary action at the earliest.

Encl: as above

Sanjeev Kumar

(Sanjeev Kumar)
Section Officer(Budget)

To

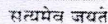
DS(YVS) along with original letter No.AMG-I/ SAR/AIIA/07-17/2021-22/626 dated 16-11-2021 and its enclosures for further necessary action.

Ayurveda Section, Ministry of AYUSH

Copy to:

The Director,
All India Institute of Ayurveda,
Sarita Vihar,
NEW DELHI – 110 076

*Immediate.
Pl send to AIIA.
3/12
3/12/21
sh. Das*



Indraprastha Estate, New Delhi - 110 002

दिनांक:

D.G.A.C.R. Building, I.P. Estate, New Delhi-110002
e-mail : pdahwrdd@cag.gov.in

Separate Audit Report of the Comptroller & Auditor General of India on the accounts of the All India Institute of Ayurveda for the year ended 31 March 2021

We have audited the attached Balance Sheet of the All India Institute of Ayurveda (Institute) as at 31 March 2021, the Income & Expenditure Accounts and Receipts & Payments Accounts for the year ended on that date under Section 20(1) of the Comptroller & Auditor General's (Duties, Powers & Conditions of Service) Act, 1971. The audit has been entrusted upto the year 2021-22. These financial statements are the responsibility of management of the All India Institute of Ayurveda. Our responsibility is to express an opinion on these financial statements based on our audit.

2. The 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 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, 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 presentation of financial statements. We believe that our audit provided a reasonable basis for our opinion.

4. Based on our audit, we report that:

i. We have obtained all the information and explanations except stated in the audit report, 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 common format approved by the Ministry of Finance.

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

iv. We further report that:

A. Balance Sheet

A.1 Liabilities

A.1.1 Current Liabilities and Provisions (Schedule-7) - ₹49.96 crore

A.1.1.1 This included ₹5.39 crore of security forfeiture and rejection fee which is the income of the Institute. This has resulted in overstatement of Current Liabilities and understatement of Income by ₹5.39 crore.

A.2 Assets

A.2.1 Fixed Assets (Schedule-8) - ₹305.62 crore

A.2.1.1 The above includes an amount of ₹113.03 crore as addition during the year under the head 'Capital Works-in-Progress – AIIA Goa Project'. However, as per utilization certificate provided by the NBCC, out of above, an amount of ₹29.72 crore has been given as secured advance by NBCC. Hence, actual addition to Capital Works-in-Progress should have been ₹83.31 crore. This has resulted in overstatement of Fixed Assets and understatement of Current Assets by ₹29.72 crore.

A.2.2 Current Assets, Loans & Advances etc. (Schedule-11)- ₹256.29 crore

A.2.2.1 This included an amount of ₹10.00 crore given to NPCC for repair and maintenance of the building. Out of this, an amount of ₹2.89 crore has been utilized by the NPCC till 31.03.2021; however the same has not been shown as expenditure by the Institute. This has resulted in overstatement of Current Assets and understatement of Expenditure by ₹2.89 crore.

B. Income and Expenditure

B.1 As per Uniform format of accounts Grant-in-Aid should be properly segregated and only grant for revenue purpose is recognised as income in Income & Expenditure Accounts. The grant for capital expenditure should be routed through Balance Sheet.

In Schedule – 13 (Grants/Subsidies) of Income & Expenditure Accounts, the grant received from Central Government has been shown as ₹341.56 crore which includes ₹273.50 crore received by the Institute for Creation of Capital Assets.

Hence, inclusion of grant amounting to ₹273.50 crore pertaining to Capital Assets, resulted in overstatement of Income as well as overstatement of 'Excess of Income over Expenditure' by ₹273.50 crore.

C. General

C.1 The Institute had disclosed advances of ₹1.74 crore and ₹24.43 crore under the head of 'National Campaign AIIA Sarita Vihar' and 'AIIA contingent Advance', respectively in the 'Schedule 11 B- Loan & Advances' in the Annual Accounts.

The details of advances were not provided to audit by the Institute; therefore, authenticity of advances could not be verified by audit. The same audit comment has featured in previous year's report, but the Institute had not taken any remedial action.

C.2 No provision had been made by the Institute for retirement benefits towards Gratuity, Pension and Leave encashment of employees on actuarial basis as required under Accounting Standard-15 of ICAI.

D. Grant-in-aid

The Institute received Grants-in-aid of ₹313.80 crore (₹238.00 crore for creation of Capital Assets, ₹19.00 for GIA Salary and ₹56.80 crore, GIA General) during the year 2020-21. The Institute had ₹0.03 crore as un-utilized grant during the previous year and earned an amount of ₹1.64 crore as interest on GIA. The Institute had incurred an expenditure of ₹306.09 crore. The Institute had refunded the unspent balance of ₹7.74 crore of GIA and interest of ₹1.64 crore as on 31st March 2021.

E. Management Letter

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

v. Subject to our observations in the preceding paragraphs, we report that the Balance Sheet, Income & Expenditure Account and Receipts & Payments Account dealt with by this report are in agreement with the books of accounts.

vi. In our opinion and to the best of our information and according to the explanations given to us the said financial statements read together with the Accounting Policies and Notes on Accounts and subject to the significant matters stated above and other matters mentioned in Annexure to this Audit Report give a true and fair view in conformity with accounting principles generally accepted in India

a. In so far as it relates to the Balance Sheet, of the state of affairs of the All India Institute of Ayurveda 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 C&AG of India



(Ashok Sinha)

Principal Director of Audit
(Health Welfare & Rural Development)

Place: New Delhi

Date: 12.11.2021

Annexure**1. Adequacy of Internal audit system**

The internal audit was conducted by Ministry of AYUSH upto 2017-18.

2. Adequacy of Internal Control System

17 paras of the Internal Audit Report for the period from 2017-18 are still pending for settlement.

3. System of Physical verification of assets

The physical verification of non-consumable items/assets has been conducted for the first time since inception and finalization of the report is under process.

4. System of Physical verification of inventory

The physical verification of inventory like books and publications has been conducted upto December 2020. The physical verification of stationery and other consumables has been conducted for 2020-21.

5. Regularity in payment of dues

No payments over six months in respect of statutory dues were outstanding as on 31.03.2021.