



R.N.SINHA & CO.
Chartered Accountants
HO :302 ,Himgiri Bhawan
Boring Canal Road ,
Patna-800001
BR.-RANCHI
Ph :0612-2578576
MO.7004950511
Email : rnsinhaandco@gmail.com

Auditor's Report

Report on the Project Financial Statements:

We have audited the accompanying financial statements of the TEQIP Project financed under World Bank Credit No.5874, which comprise the Statement of Sources and Applications of Funds and the Reconciliation of Claims to Total Applications of Funds for the year ended 31.03.2019. 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 TEQIP Project for the year ended on 31st 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.

During the course of the audit the expenditure statements of MIT, Muzaffarpur and the connected documents were examined and these can be relied upon to support reimbursement under the Loan/Credit Agreement.

For R.N.Sinha & Co.
Chartered Accountants
FRN- 002923C

Date: 21.05.2019

Place: Patna


(R. Sinha)
Partner
Membership No-408609



UTILIZATION CERTIFICATE

- a) Opening Balance as on 1st April Rs. **NIL**
- b) Funds received
(as per expenditure in PFMS) Rs 5,81,58,070/-
- c) Other Income Rs NIL
- d) Less : Expenditure Rs 5,81,58,070/-
- e) Less: Advance Rs. NIL

f) Unspent Balance Rs. NIL

It is also certified that an amount of Rs 5, 81,58,070/- (Rupees Five Crore Eighty One Lakh Fifty Eight thousand Seventy only) has been utilized by the MIT Muzaffarpur for the purpose for which it was sanctioned. It is further certified that an unspent balance of Rs. 0 (Rupees NIL) only is being carried forward for utilization in the next year.

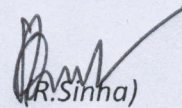
We further certify that the conditions on which the grant was sanctioned have been fulfilled and where there have been any deviation from the sanctioned amount it is with prior approval of the concerned authority. We have exercised reasonable checks to see that money has been actually utilized for the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

For R.N.SINHA & CO.
Chartered Accountants
FRN- 002923C

Date: 21.05.2019

Place: Patna




(R. Sinha)

Partner

Membership No-0408609



R.N.SINHA & CO.

Chartered Accountants

HO :302 ,Himgiri Bhawan

Boring Canal Road ,

Patna-800001

BR.-RANCHI

Ph :0612-2578576

MO.9835043678,7004950511

Email : rnsinhaandco@gmail.com

fcarahulsinha@gmail.com

To
The Director/Principal
Muzaffarpur Institute of Technology,
Muzaffarpur ,

Sub.: Management Letter

Dear Sir,

We have audited the financial statements of **Muzaffarpur Institute of Technology, Muzaffarpur** for the year ending 31st March, 2019 and have issued our report dated 18.05.2019. On the basis of Financial Management records, Systems and Controls that were examined during the course of review, we have observed and suggest the Management of **Muzaffarpur Institute of Technology, Muzaffarpur** the Following observations.

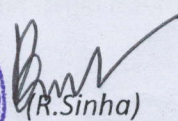
1. The Management should balance the Cash Book and Tally with PFMS-32 in Monthly Basis.
2. The Management Should Prepare Ledger of Each Heads.
3. The Management should have Physical Verification of Fixed Assets. Stock Register Library & Laboratory etc.
4. It is suggested that TDS should be deposited within 7days of next month in order to avoid the penalty imposed by the authority.
5. The Management should reconcile PMS and PFMS as per approved procurement plan.

Date: 18.05.2019

Place: Patna

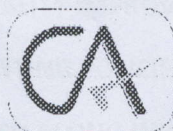
For R.N.SINHA & CO.
Chartered Accountants
FRN- 002923C




(R. Sinha)

Partner

Membership No-408609



R.N.SINHA & CO.

Chartered Accountants
HO :302 ,Himgiri Bhawan
Boring Canal Road ,
Patna-800001
BR.-RANCHI
Ph :0612-2578576
MO.9308656741
Email : rnsinhaandco@gmail.com

To
The Director/Principal
Muzaffarpur Institute of Technology,
Muzaffarpur ,

Sub.: Statutory Audit observations for the year 2018-19

Dear Sir,

We have audited the financial statements of **MIT, Muzaffarpur** for the year ending 31st March, 2019. On the basis of Financial Management records, Systems and Controls that were examined during the course of review, our audit observation are as follows:

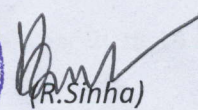
1. During the audit, we observed that Procurement of Goods- All necessary Supporting documents not held with expenditure voucher, Also Proper requisition of Department/ Approval required by head of Institution should be taken.
2. Stock Register and Leave Register are not properly maintained. Material may be misused because of Non- updation of Receipt & Issue item, Non- Balancing of Stock Register.
3. Issue item not indicated of Concerned Department & Signature of Receiving Person is unavailable.
4. In terms of Section 50 of the CGST Act, 2017, applicable w.e.f. 01.10.2018, 2 % GST- TDS is required to be deducted on Suppliers of Goods and Services above Rs. 2.50 Lacs. , We observed no GST TDS is Deducted for Payment above Rs.2,50,000.00 /-

Date: 18.05.2019

Place: Patna

For R.N.SINHA & CO.
Chartered Accountants
FRN- 002923C




(R. Sinha)
Partner

Membership No-408609

TECHNICAL EDUCATION QUALITY IMPROVEMENT PROGRAMME [TEQIP-III]

A SIGNIFICANT ACCOUNTING POLICIES AND NOTES ON ACCOUNTS

(TO BE SUBMITTED ALONG WITH THE AUDIT REPORT)

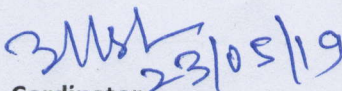
A. Significant Accounting Policies:

1. General:

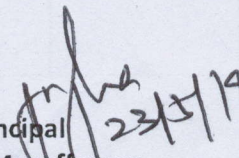
- a) The accounts are prepared under the historical cost convention following the cash system of accounting
 - b) Accounting policies not specially referred to are consistent and in consonance with generally accepted accounting Principles.
 - c) Expenses and income to the extent paid and received respectively 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 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 acknowledge as debt.
2. Balance of Loan 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.
3. Previous year figures have been regrouped and rearranged to make them comparable with current year figure wherever considered necessary.
4. Physical verification of fixed assets and stores for the financial year 2018-19 has been done as per financial management manual.


Coordinator
TEQIP-III
MIT Muzaffarpur
Co-ordinator
TEQIP-III
MIT Muzaffarpur




Principal
MIT Muzaffarpur
Principal
MIT, Muzaffarpur

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

Report -1 : PFMS RECONCILIATION STATEMENT

QUARTERLY: 1st 2nd 3rd & 4th

SL. NO.	Statement of Expenditure	Amount Rs.	Amount Rs.
A	Expenditure as per PFMS Statement (According to M-32 Report)	5,81,58,070.00	
B	Less : Debit failures (Payments not made by PFMS but shown in the expenditure)- [Report EP-04]	0.00	
C	Expenditure as per books of Accounts { A-B }	5,81,58,070.00	

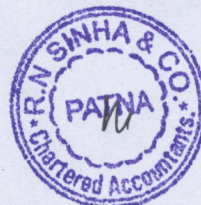
Report -2 : STATUS OF ADVANCES

QUARTERLY: QUARTERLY: 1st 2nd 3rd & 4th

Sl. No.	Date	Amount Rs.	Amount Rs.
A	Opening Balance as on 1 st day of the quarter	NIL	
B	Add : Advances paid in the quarter	0.00	
C	Less : Adjustment/Settlement of Advances	0.00	
D	Balance as on Last date of Quarter	NIL	

Report -2 (a) : AGENING OF ADVANCES

Sl. No.	Particulars	Period	Amount Rs.	Remarks (Reasons)
1	Ageing of Advances in Closing Balance	Up to 15 days	NIL	
		Up to 30 days	NIL	
		more than 30 days	NIL	



Report -3 : PHYSICAL AND FINANCIAL PROGRESS (PROCUREMENT)

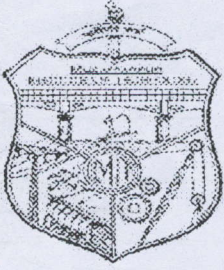
QUARTERLY

Name of the Institute: Muzaffarpur Institute of Technology, Muzaffarpur

Period of the Quarter: 1st 2nd 3rd & 4th

Sl. No.	Particulars	Amount Rs.
A	Procurement made during the quarter as per PFMS report	2,45,58,873.00
B	Procurement made during the quarter as per PMSS report	2,45,58,873.00
C	Variation if any	NIL
D	Reasons for the variations	NIL





**MUZAFFARPUR INSTITUTE OF TECHNOLOGY,
MUZAFFARPUR**

Muzaffarpur Bihar-842003 (Est. 1954)

(Under the Department of Science & Technology, Bihar)

Ref, No..---6.11---/TEQIP-III

Date:---23/05/2019

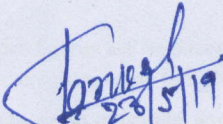
MANAGEMENT ASSERTION LETTER

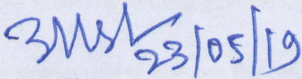
To,

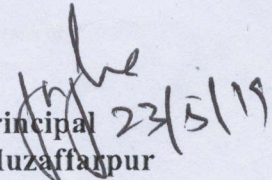
R.N.SINHA & CO.
Chartered Accountants
HO :302 ,Himgiri Bhawan
Boring Canal Road ,
Patna-800001

This assertion letter is provided in connection with your audit of the financial statements of the MIT, Muzaffarpur TEQIP –III Project for the year ended 31st March, 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 officer (Finance)
TEQIP-III
MIT Muzaffarpur


Co-ordinator
TEQIP-III
MIT Muzaffarpur


Principal
MIT Muzaffarpur

Annex- XVIII (a)

STATEMENT OF SOURCES AND APPLICATION OF FUNDS

Name of the Project: TEQIP-III MIT Muzaffarpur

Credit/ No.5874

Statement of Sources and Applications of Funds

Report for the year ended 2018-19

In Rs. Lakhs

Particulars	Current Year	Previous Year	Project to date
Opening Balance (A)			
Receipts			
Funds equivalent to expenditure shown in PFMS (Funds made available by MHRD)	5,81,58,070.00	67,94,212.00	6,49,52,282.00
Less : Debit failures	0.00	62,595.00	62,595.00
Total Receipts (B)	5,81,58,070.00	67,31,617.00	6,48,89,687.00
			0.00
Total Sources (C = A + B)	5,81,58,070.00	67,31,617.00	6,48,89,687.00
			0.00
Expenditures by Component			0.00
Equipments	1,94,27,256.00	0.00	1,94,27,256.00
Learning Resources	31,33,576.00	0.00	31,33,576.00
Furniture	19,98,041.00	0.00	19,98,041.00
Improve Student Learning	9,44,375.00	82,554.00	10,26,929.00
Assistantships	-	1,14,090.00	1,14,090.00
Gradute Employability	13,78,412.00	2,75,438.00	16,53,850.00
Faculty / Staff Development and Motivat.	21,17,810.00	3,71,498.00	24,89,308.00
Resarch and Development	3,49,295.00	0.00	3,49,295.00
Mentoring / Twinning	12,500.00	48,815.00	61,315.00
Reforms and Governance	18,59,512.00	51,251.00	19,10,763.00
Management Capacity	4,01,997.00	57,069.00	4,59,066.00
Services	-	16,198.00	16,198.00
Industry Instiute Intraction	1,84,895.00	24,440.00	2,09,335.00
Consumable	1,89,057.00	2,16,759.00	4,05,816.00
Operation and Maintenance of Equipment	1,69,646.00	9,471.00	1,79,117.00
Office Expenses	2,04,952.00	1,54,216.00	3,59,168.00
Meetings	3,30,653.00	2,05,698.00	5,36,351.00
Hiring of Vechile	64,132.00	26,135.00	90,267.00
Travel Cost	2,24,365.00	42,813.00	2,67,178.00
Salary	9,62,666.00	76,000.00	10,38,666.00
Salary (Quality Teachers)	2,42,04,930.00	49,59,172.00	2,91,64,102.00
			0.00
C.			0.00
Total Expenditures (D)	5,81,58,070.00	67,31,617.00	6,48,89,687.00
Closing Balance, (C-D)			

3/11/23/05/19

Co-ordinator
TEQIP-III

MIT Muzaffarpur

Co-ordinator
TEQIP-III
MIT Muzaffarpur

Notes:

Principal
MIT MuzaffarpurPrincipal
MIT, MuzaffarpurFOR ,R.N.SINHA & CO.
Chartered Accountants

Notes:

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

**TECHNICAL EDUCATION QUALITY IMPROVEMENT PROGRAMME (TEQIP)
PHASE-III
INCOME AND EXPENDITURE ACCOUNT
FOR THE YEAR ENDED 31.03.2019**

EXPENDITURE				INCOME			
Previous Year	Particulars	Amount Rs.	Amount Rs.	Previous Year	Particulars	Amount Rs.	Amount Rs.
	Procurements of Goods			67,31,617.00	Grant received from MHRD Deptt.		5,81,58,070.00
-	1.1.1.1- Equipments		1,94,27,256.00				
-	1.1.1.2- Learning Resources		31,33,576.00				
-	1.1.1.3- Furniture		19,98,041.00				
	Academic Process						
82,554.00	1.1.2.1-Improve Student Learning		9,44,375.00				
1,14,090.00	1.1.2.2 Assistantships		-				
2,75,438.00	1.1.2.3-Graduate Employability		13,78,412.00				
3,71,498.00	1.1.2.4- Faculty / Staff development and Motivation		21,17,810.00				
-	1.1.2.5- Research and development		3,49,295.00				
48,815.00	1.1.2.7- Mentoring / Twinning System		12,500.00				
51,251.00	1.1.2.8- Reforms and governance		18,59,512.00				
57,069.00	1.1.2.9- Management Capacity development		4,01,997.00				
16,198.00	1.1.2.10- Services		-				
24,440.00	1.1.2.11- Industry Institute intraction		1,84,895.00				
-	1.1.3. Operating costs						
2,16,759.00	1.1.3.1- Consumables		1,89,057.00				
9,471.00	1.1.3.2- Operation & maintenance of equipments		1,69,646.00				
1,54,216.00	1.1.3.3-Office expenses		2,04,952.00				
2,05,698.00	1.1.3.4-Meetings		3,30,653.00				
26,135.00	1.1.3.5-Hiring of Vechicles		64,132.00				
42,813.00	1.1.3.6-Travel cost		2,24,365.00				
76,000.00	1.1.3.7- Salary		9,62,666.00				
-	1.1.4- Faculty Reforms						
49,59,172.00	1.1.4.1- Salary (Quality Teachers)		2,42,04,930.00				
67,31,617.00	TOTAL		5,81,58,070.00	67,31,617.00	TOTAL		5,81,58,070.00

31/05/19
Co-ordinator
TEQIP-III
MIT Muzaffarpur

Co-ordinator
TEQIP-III
MIT Muzaffarpur

31/05/19
Principal
MIT Muzaffarpur

Principal
MIT, Muzaffarpur

FOR, R.N.SINHA & CO.
Chartered Accountants



R.N. Sinha
Partner
Membership No-408609

Notes:

TECHNICAL EDUCATION QUALITY IMPROVEMENT PROGRAMME (TEQIP)

PHASE-III

RECEIPT AND PAYMENT ACCOUNT

FOR THE YEAR 2018-19

FROM -01.04.2018 TO 31.03.2019

RECEIPTS				PAYMENTS			
SL NO	PARTICULARS	For the month Amount Rs.	cumulative Amount Rs.	SL NO	PARTICULARS	For the month Amount Rs.	Cumulative Amount Rs.
1	Opening Balance			1	Procurements of Goods		
	a) Cash				1.1.1.1- Equipments		1,94,27,256.00
	b) Bank		Nil		1.1.1.2- Learning Resources		31,33,576.00
					1.1.1.3- Furniture		19,98,041.00
2	Received from MHRD.DEPT.		5,81,58,070.00	2	Academic Process		
					1.1.2.1-Improve Student Learning		9,44,375.00
3	Other Receipts				1.1.2.3-Graduate Employability		13,78,412.00
	if any				1.1.2.4- Faculty / Staff development and Motivation		21,17,810.00
					1.1.2.5- Research and development		3,49,295.00
					1.1.2.7- Mentoring / Twinning System		12,500.00
					1.1.2.8- Reforms and governance		18,59,512.00
					1.1.2.9- Management Capacity development		4,01,997.00
					1.1.2.11- Industry Institute intraction		1,84,895.00
				3	1.1.3. Operating costs		
					1.1.3.1- Consumables		1,89,057.00
					1.1.3.2- Operation & maintenance of equipments		1,69,646.00
					1.1.3.3-Office expenses		2,04,952.00
					1.1.3.4-Meetings		3,30,653.00
					1.1.3.5-Hiring of Vechicles		64,132.00
					1.1.3.6-Travel cost		2,24,365.00
					1.1.3.7- Salary		9,62,666.00
				4	1.1.4- Faculty Reforms		
					1.1.4.1- Salary (Quality Teachers)		2,42,04,930.00
				5	Closing Balance		Nil
	TOTAL		5,81,58,070.00		TOTAL		5,81,58,070.00

31/05/19

Co-ordinator
TEQIP-III
MIT Muzaffarpur

**Co-ordinator
TEQIP-III
MIT Muzaffarpur**

Principal
MIT Muzaffarpur

**Principal
MIT, Muzaffarpur**

FOR ,R.N.SINHA & CO.
Chartered Accountants



(R.N. Sinha)

Partner

Membership No-408609

Notes:

MUZAFFARPUR INSTITUTE OF TECHNOLOGY MUZAFFARPUR

Annex- XV

TECHNICAL EDUCATION QUALITY IMPROVEMENT PROGRAMME [TEQIP]

PHASE III

TRIAL BALANCE

AS ON- 31 MARCH 2019

S.NO.	L.F.NO.	HEAD OF ACCOUNT		DEBIT	CREDIT
		Sub Component	Description	RS.	RS.
1		1.1.1.1	Equipments	1,94,27,256.00	1,94,27,256.00
2		1.1.1.2	Learning Resources	31,33,576.00	31,33,576.00
3		1.1.1.3	Furniture	19,98,041.00	19,98,041.00
4		1.1.2.1	Improve Student Learning	9,44,375.00	9,44,375.00
5		1.1.2.3	Gradute Employability	13,78,412.00	13,78,412.00
6		1.1.2.4	Faculty / Staff Development and Motivat.	21,17,810.00	21,17,810.00
7		1.1.2.5	Resarch and Development	3,49,295.00	3,49,295.00
8		1.1.2.7	Mentoring / Twinning	12,500.00	12,500.00
9		1.1.2.8	Reforms and Governance	18,59,512.00	18,59,512.00
10		1.1.2.9	Management Capacity	4,01,997.00	4,01,997.00
11		1.1.2.11	Industry Instiute Intraction	1,84,895.00	1,84,895.00
12		1.1.3.1	Consumable	1,89,057.00	1,89,057.00
13		1.1.3.2	Operation and Maintenance of Equipment	1,69,646.00	1,69,646.00
14		1.1.3.3	Office Expenses	2,04,952.00	2,04,952.00
15		1.1.3.4	Meetings	3,30,653.00	3,30,653.00
16		1.1.3.5	Hiring of Vechile	64,132.00	64,132.00
17		1.1.3.6	Travel Cost	2,24,365.00	2,24,365.00
18		1.1.3.7	Salary	9,62,666.00	9,62,666.00
19		1.1.4.1	Salary (Quality Teachers)	2,42,04,930.00	2,42,04,930.00
			TOTAL	5,81,58,070.00	5,81,58,070.00

* with respect to chart of account

3/23/05/19

Co-ordinator

TEQIP-III

MIT Muzaffarpur

Co-ordinator

TEQIP-III

MIT Muzaffarpur

23/5/19
Principal

MIT Muzaffarpur

Principal

MIT, Muzaffarpur

FOR R.N.SINHA & CO.

Chartered Accountants



(R.Sinha)

Partner

Membership No-408609

Notes:

TECHNICAL EDUCATION QUALITY IMPROVEMENT PROGRAMME [TEQIP]

PHASE – III
BALANCE SHEET
AS AT 31.03.2019

Sl. No.	PARTICULARS	SCHEDULE NO.	CURRENT YEAR Rs.	PREVIOUS YEAR Rs.
A	SOURCE OF FUNDS 1) Amount received from: 2) Contribution from: 3) Excess of income over Expenditure TOTAL		NIL	NIL
B	APPLICATION OF FUNDS 1) Fixed Assets 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 B. Less: Current Liabilities Net Current Assets (A-B) TOTAL		NIL	NIL

FOR, R.N.SINHA & CO.
Chartered Accountants

Principal
MIT Muzaffarpur
23/05/19

Principal
MIT, Muzaffarpur

3/18/23/05/19
Co-ordinator
TEQIP-III
MIT Muzaffarpur

Co-ordinator
TEQIP-III
MIT Muzaffarpur

Notes:

