



महालेखाकार (लेखापरीक्षा)-II, महाराष्ट्र, नागपूर
ACCOUNTANT GENERAL (AUDIT) - II, MAHARASHTRA, NAGPUR



सं.जी. & एस. एस. (मु.)-II/नि.प्र 97(CR-142)/2019-20/ 61

दिनांक : 29/06/2020

प्रति,
सचिव,
दयानंद एडुकेशन सोसाइटी,
लातूर

विषय : 2008-2009 से 2018-2019 तक के लेखाओं पर निरीक्षण प्रतिवेदन ।

महोदय / महोदया,

1. आप के कार्यालय के लेखाओं का निरीक्षण प्रतिवेदन से एक माह के अंदर अनुपालन करने के लिए प्रेषित की जाती है ।
2. यह निरीक्षण प्रतिवेदन लेखापरीक्षित कार्यालय / विभाग / संस्था द्वारा उपलब्ध कराई गयी जानकारी के आधार पर तैयार किया गया है । कार्यालय महालेखाकार (लेखापरीक्षा) -II, महाराष्ट्र नागपुर लेखापरीक्षित कार्यालय/विभाग/ संस्था द्वारा किसी भी असूचित या / और गलत जानकारी की ज़िम्मेदारी को अस्वीकार करता है ।
3. परिच्छेद जिन्हें निरीक्षण प्रतिवेदन से निकाला जा रहा है, पत्र के साथ संलग्न है ।
4. यह पत्र व. उप महालेखाकार (सामान्य व सामाजिक क्षेत्र) द्वारा अनुमोदित है ।
5. यह निरीक्षण प्रतिवेदन आपके अधीनस्थ शिक्षण संस्थानों को भी अनुपालन हेतु भिजवाएँ ।

भवदीय

(Handwritten Signature)

वरिष्ठ लेखापरीक्षा अधिकारी/ जी. & एस. एस. (मु.)-II

सं.जी. & एस. एस. (मु.)-II/नि.प्र 97CR-142)/2019-20/

दिनांक : /06/2020

निरीक्षण प्रतिवेदन / अनुपूरक लेखा टिप्पणी निम्नलिखित को भी सूचना व आवश्यक कार्यवाही हेतु भेजे जा रहे हैं ।

1. सहसंचालक, उच्च शिक्षण, नांदेड
2. उप संचालक, शिक्षण, नांदेड
3. लेखा अधिकारी, एडुकेशन डिपार्टमेंट, लातूर
4. सचिव, विश्वविद्यालय अनुदान आयोग, (पश्चिम क्षेत्र), गणेशखिंड, पुणे -411007

— हस्ता —

वरिष्ठ लेखापरीक्षा अधिकारी/ जी. & एस. एस. (मु.)-II

02

INSPECTION REPORT ON THE ACCOUNTS OF THE DAYANAND EDUCATION SOCIETY, LATUR FOR THE PERIOD FROM 2008-09 TO 2018-19 UNDER SECTION 14 OF THE COMPTROLLER AND AUDITOR GENERAL'S (DUTIES, POWERS AND CONDITIONS OF SERVICE) ACT, 1971.

PART-I: INTRODUCTION

(1). CAG DPC Act 1971

Section 14: To audit the receipts and expenditures of a body or authority if (a) the amount of Government grant or loan paid to it in a financial year is not less than Rs 25 lakh and also (b) the amount of such grant or loan is not less than seventy five percent of its total expenditure during the year. Audit under this section is subject to the provisions of any law applicable to the body or authority.

(2). Overview of the Unit

The President Shri L.B. Lahoti, was overall in charge of the office and was administrative head of the Education Society (including four Grant in Aid institutions). The President was assisted by Shri R.G. Biyani, Secretary. At College level the Principal is in-charge of the institution who is assisted by the clerical staff. The Principal is overall authority to carry out various activities (including financial activities) of the Jr. College / Sr. College and Law College. The details of institutions (Four Grant in Aid institutions as authorized by G&SS /HQrs) are as under:

Sl. No.	Name of Institutions	No. of Teaching/ staffs	No Non Teaching staffs	No of Students
1	Principal, Dayanand, Science College, Latur	70	49	2081
2	Principal, Dayanand College of Commerce, Latur	14	14	1180
3	Principal, Dayanand College of Arts, Latur	36	20	2522
4	Principal, Dayanand College of Law, Latur	15	10	547

(3). Grant and Expenditure

a) Principal, Dayanand Science College, Latur (Senior & Junior)

Amt. in Rs.

Year	Senior College		Junior College	
	Salary Grant	Non Salary Grant	Salary Grant	Non Salary Grant
2010-11	29954864	--	19442503	185686
2011-12	22919999	--	22280001	238080
2012-13	93063453	--	25989983	--
2013-14	38886810	--	27004762	--

03

2014-15	42999071	--	29964197	--
2015-16	46749859	--	31163301	673336
2016-17	49385253	--	29320780	314143
2017-18	49709698	--	30484521	514144
2018-19	50164881	--	34057849	514144
2019-20 (upto Jan.2020)	40779416	--	38593841	395000

b) Principal, Dayanand, College of Commerce, Latur (Senior & Junior)

Amt. in Rs.

Year	Senior College		Junior College	
	Salary Grant	Non Salary Grant	Salary Grant	Non Salary Grant
2010-11	10025783	--	1659224	--
2011-12	1156127	--	1533140	--
2012-13	13760905	--	1453785	--
2013-14	22256982	--	1453008	--
2014-15	18008371	--	2038095	--
2015-16	22434953	--	2802260	46888
2016-17	23795983	--	2012392	46888
2017-18	23209245	--	1768843	46888
2018-19	24248725	--	1877940	46888
2019-20 (upto Jan.2020)	18284513	--	1943592	--

c) Principal, Dayanand, College of Arts, Latur (Senior & Junior)

Amt. in Rs.

Year	Senior College		Junior College	
	Salary Grant	Non Salary Grant	Salary Grant	Non Salary Grant
2010-11	17730934	--	9710535	--
2011-12	17588605	--	10498567	--
2012-13	22862679	--	11551704	--
2013-14	31862181	--	12765378	--
2014-15	27590390	--	11565378	236082
2015-16	28525909	--	11076699	236082
2016-17	32174767	--	12422427	236082
2017-18	32949694	--	11134824	236082

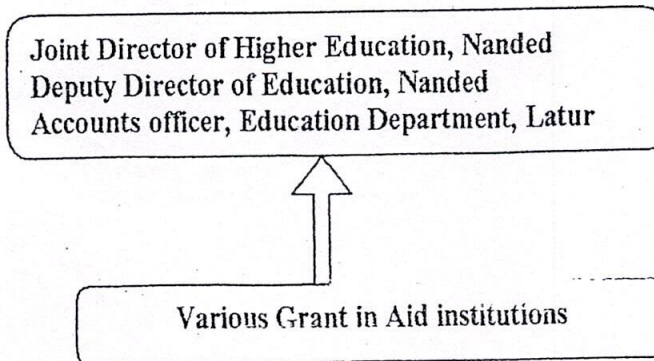
2018-19	35588131	--	13096408	236082
2019-20 (upto Jan.2020)	31457843	--	15322014	95719

d) Principal, Dayanand, College of Law, Latur

Amt. in Rs.

Year	Law College	
	Salary Grant	Non Salary Grant
2010-11	8718917	175724
2011-12	9483109	202082
2012-13	10382062	232395
2013-14	14094051	267254
2014-15	14135872	307342
2015-16	16353965	474217
2016-17	16087826	199695
2017-18	16274619	--
2018-19	17503218	--
2019-20 (upto Jan. 2020)	14074463	--

(4). Reporting Structure of DAYANAND EDUCATION SOCIETY, LATUR was as under



(5). Advance intimation to the Head of the Department (HOD)

An advance intimation (including initial records/information to be kept ready at the time of arrival of the audit team) letter regarding audit of the, Dayanand Education Society, Latur & its GIA institutions for the period from 2008-09 to 2018-19 was sent by the office of the Accountant General (Audit) II, Maharashtra Nagpur.

(6). Scope of Audit

The audit coverage includes scrutiny of records of the office of Dayanand Education Society, Latur & its GIA institutions for the period from 2008-09 to 2018-19. The audit had been conducted in accordance with the applicable Auditing Standards of the Comptroller and Auditor-General of India.

(7). Audit Objectives

To verify compliance with applicable laws, rules and regulations mentioned in College Code & Higher Education, UGC rules and regulations, provisions in Secondary School Code, etc.

(8) Audit Criteria

Resolution issued by the GoM/UGC on Financial System, Secondary School Code, College Code, Audited Balance sheets etc.

(9) Sampling followed:

(10). Entry and Exit Meeting with the HOD

As per the Auditing Standards of CAG, the Audit Officer along with audit team is to meet the Head of Department (HOD) in the beginning and at the end of the Audit.

The entry meeting (17/02/2020) and exit meeting (28/02/2020) was held with the President, Dayanand Education Society, and Latur. The signed code of ethics was given to the HOD on 17/02/2020.

(11). Replies to the Audit Memos by the HOD

As per the Auditing Standards of CAG, the Head of the Department shall ensure that to-the-point replies are rendered to the audit observations communicated through the audit memos. All such replies were signed by the Administrator/Principals of the respective institutions.

(12). Previous Audit

The last audit upto 2007-08 was conducted by the office of the Accountant General (Audit) II, Maharashtra Nagpur.

(13). Current Audit Team

Test audit of the accounts of office of the Dayanand Education Society, Latur & its GIA institutions was conducted from 17/02/2020 to 28/02/2020 for the period of 2008-09 to 2018-19 by Shri R .R. Patil -Assistant Audit Officer; & Shri. Shailesh Ingle -Senior Auditors under the supervision of Shri H.S. Dhondrikar-Senior Audit Officer.

(14). Disclaimer Statement

The Inspection Report has been prepared based on the information furnished and records made available by the Dayanand Sr. and Jr. Colleges and Law College. The Office of the Accountant General (Audit) II, Maharashtra-Nagpur disclaims any responsibility for any mis-information and/ or non-information on the part of audited entity.

(15). Current Audit Findings

11. The number of Audit findings (in respect of the Dayanand Education Society & its GIA institutions) included in the *current* Inspection Report (IR) is given below:

Audit Period		Under Section (U/S)	PART		Total Findings
From	To		IIA	IIB	IIA (+) IIB
2008-09	2018-19		-Nil-	11	11
Total				11	11

The audit findings are discussed in Part-II of the Inspection Report:

PART-II: AUDIT FINDINGS

Dayanand Education Society, Latur

SECTION-B: (Part-IIA)

-----Nil-----

SECTION-B: (Part-IIB)

Para. 1: Unauthorized retention of student /public money of Rs.435835/-

Every year initially while taking admission, the college received various amounts under Library deposit, various Scholarships, laboratory deposits etc. Subsequently, these fees are required to be paid to students at the earliest.

Similarly, as per General Financial Rules, no unclaimed / undisbursed amount can be retained for more than three years.

During scrutiny of Balance Sheet for the year ending on 31.03.2016 of Dayanand Education Society, Latur, it was observed that, the Management has unauthorisly withhold following amount which was received by Colleges. This was neither claimed by the Students nor credited to respective Government authorities.

Sr. No.	Particulars	Amount as per balance sheet 2018-19 (shown under liability)	Amount as per balance sheet of 2015-16	Objected Amount
1	Staff Contribution	39870	39870	39870
2	Eklavya Scholarship	5000	5000	5000
3	University Exam. Center	201173	201173	201173
4	Computer Fees	18000	18000	18000
5	GOI Scholarship Advance	140792	140792	140792
6	Staff Medical fund	30000	30000	30000
7	Open Merit Scholarship	1000	1000	1000
Total Rs.				435835

Detail scrutiny revealed that, this withhold amount was neither refunded to the Students nor were credited to Government account as lapsed deposit. Retention of such amount along with interest for three years was highly irregular.

When reasons for non crediting of funds to respective accounts was sought, it was stated that, the amount will be credited to respective head under intimation to audit.

Final compliance awaited.

Unauthorized retention of student /public money of Rs.239142/-
Principle, Dayanand Science College (Senior and Junior), Latur ✓

Every year, the college received grants under various Scholarships, which are required to be paid to students at the earliest.

Similarly, as per General Financial Rules, no unclaimed / undisbursed amount can be retained for more than three years.

During scrutiny of Balance Sheet for the year ending on 31.03.2016 it was observed that, the College has unauthorisly withhold the following amount since 2015-16 and not paid to the Students:

Sr. No.	Particulars	Amount as per balance sheet 2018-19 (shown under liability)	Amount as per balance sheet of 2016-17
	Open Merit Scholarship	1000	1000
	GOI Scholarship	140792	140792
	Eklavya Scholarship	5000	5000
	Principal, DSCL Scholarship	92350	92350
	Total Rs.		239142

Retention of such amount along with earning interest for three years was highly irregular.

When asked the reasons for non crediting unspent amount to Government account, it was stated that, scholarship amount will be credited to Government account under intimation to audit.

Final compliance awaited.

Unauthorized retention of student /public money of Rs.59642/-
Principle, Dayanand Arts (Sr. and Jr.) College, Latur

Every year (till 2015-16), the college received grants under various Scholarships, which are required to be paid to students at the earliest.

Similarly as per General Finance Rules, no unclaimed / undisbursed amount can be retained for more than three years.

During scrutiny of Balance Sheet for the year ending on 31.03.2016 of Dayanand College of Arts Latur, it was observed that, the College has unauthorisly withhold following amount which was received by Colleges and not paid to Students.

Sr. No.	Particulars	Amount as per balance sheet 2018-19 (shown under liability)	Amount as per balance sheet of 2015-16
1	Staff Medical fund	14825	14825
2	GOI Scholarship	44817	44817
Total Rs.			59642

Detail scrutiny revealed that, this withhold amount was not paid to the Students. Retention of such amount along with earning interest on same for three years was highly irregular.

When ask to state the reasons for non crediting entire unspent amount to Government account , it was replied that, the fund shown in balance sheet as Staff Medical fund is a revolving fund and will remain in balance Sheet. As regards to GOI Scholarship it was agreed to adjust same in next assessment.

Final action awaited.

Unauthorized retention of student /public money of Rs.342210/-
Principle, Dayanand College of Law, Latur ✓

Every year (till2015-16), the college received grants under various Scholarships, which are required to be paid to students at the earliest.

Similarly as per General Finance Rules, no unclaimed / undisbursed amount can be retained for more than three years.

During scrutiny of Balance Sheet for the year ending on 31.03.2016 of Dayanand College of Law, Latur, it was observed that, the College has unauthorisly withhold following amount which was received by Colleges and not paid to Students.

Sr. No.	Particulars	Amount as per balance sheet 2018-19 (shown under liability)	Amount as per balance sheet of 2016-17
	E.B.C Grant	27254	27254
	GOI Scholarship	587968	587968
Total Rs.			615222

Detail scrutiny revealed that, this withhold amount was not paid to the Students. Detail scrutiny of records further revealed that, the College had deposited only Rs.147406/- and Rs. 125606/- into Government account, by retaining balance of Rs. 342210 /- . Retention of such amount along with earning interest on same for three years was highly irregular.

When reasons for non credit of amount was sought, it was stated that, amount will be reconciled and actual payable amount will be credited into Government account.

Principle, Dayanand Science College (Senior and Junior), Latur ✓

Para. 2: Inadmissible expenditure of Rs. 62, 650/-

As per Schedule A list of admissible expenditure rule 89.1(2) 7. Misc. 14 of Secondary School Code, if the admitted expenditure of the Jr. college exceeds Rs. 3,00,000/-, Audit fees of Rs. 1000/- is admissible for the expenditure incurred by the Jr. College on audit of accounts by Registered Accountant.

Scrutiny of Receipt & Payment Account of Principal Dayanand Science, Junior College, Latur revealed that the Junior college has paid audit fees in excess of the prescribed rate of Rs. 1000 during the period 2008-09 to 2018-19 amounting to Rs.62560/-. The details are as under:

Year	Type of account	Audit fees admissible	Audit fees paid	Excess
2008	Receipt & payment	1000	1260	260
2009	Receipt & payment	1000	1260	260
2010	Receipt & payment	1000	1260	260
2011	Receipt & payment	1000	3500	2500
2012	Receipt & payment	1000	4000	3000
2013	Receipt & payment	1000	5000	4000
2014	Receipt & payment	1000	6000	5000
2015	Receipt & payment	1000	6600	5600
2016	Receipt & payment	1000	26150	25150
2017	Receipt & payment	1000	10030	9030
2018	Receipt & payment	1000	8500	7500
			73560	62560

On this being pointed out, the Principal agree to bring this fact to the notice of Accounts Officer, Education Department during next assessment.

Thus non conduct of Assessment over a long period, the irregular excess expenditure persists.

Inadmissible expenditure of Rs.75819/-

Principle, Dayanand Commerce (Sr. and Jr.) College, Latur ✓

As per Schedule A list of admissible expenditure rule 89.1(2) 7. Misc. 14 of Secondary School Code, if the admitted expenditure of the Jr. college exceeds Rs. 3,00,000/-, Audit fees of Rs. 1000/- is admissible for the expenditure incurred by the Jr. College on audit of accounts by Registered Accountant.

Scrutiny of Receipt & Payment Account of Principal Dayanand Commerce Junior College, Latur, revealed that the Jr. college has paid audit fees in excess of the prescribed rate of Rs. 1000/- during the period 2008-09 to 2018-19 amounting to Rs.75819/-. The details are as under:

Year	Type of account	Audit fees admissible	Audit fees paid	Excess
2008-09	Receipt & payment	1000	3285	2285
2009-10	Receipt & payment	1000	5643	4643
2010-11	Receipt & payment	1000	9141	8141
2011-12	Receipt & payment	1000	6500	5500
2012-13	Receipt & payment	1000	7600	6600
2013-14	Receipt & payment	1000	8600	7600
2014-15	Receipt & payment	1000	10000	9000
2015-16	Receipt & payment	1000	7700	6700
2016-17	Receipt & payment	1000	8500	7500
2017-18	Receipt & payment	1000	9350	8350
2018-19	Receipt & payment	1000	10500	9500
			86819	75819

On this being pointed out, the Principal agree to pay Audit fee as per rules, and further stated that, excess expenditure will be adjusted in next assessment .

Thus non conduct of Assessment over a long period, the irregular excess expenditure persist.

**Inadmissible expenditure of Rs. 47758/-
Principle, Dayanand Arts (Sr. and Jr.) College, Latur**

As per Schedule A list of admissible expenditure rule 89.1(2) 7. Misc. 14 of Secondary School Code, if the admitted expenditure of the Jr. college exceeds Rs. 3,00,000/-, Audit fees of Rs. 1000/- is admissible for the expenditure incurred by the Jr. College on audit of accounts by Registered Accountant.

Scrutiny of Receipt & Payment Account of Principal Dayanand Arts, Junior College, Latur, revealed that the Jr. college has paid audit fees in excess of the prescribed rate of Rs. 1000/- during the period 2008-09 to 2018-19 amounting to Rs.47758/-. The details are as under:

Year	Type of account	Audit fees admissible	Audit fees paid	Excess
2008-09	Receipt & payment	1000	6908	5908
2009-10	Receipt & payment	1000	1260	260

2010-11	Receipt & payment	1000	1260	260
2011-12	Receipt & payment	1000	3500	2500
2012-13	Receipt & payment	1000	4000	3000
2013-14	Receipt & payment	1000	5000	4000
2014-15	Receipt & payment	1000	6000	5000
2015-16	Receipt & payment	1000	6600	5600
2016-17	Receipt & payment	1000	7300	6300
2017-18	Receipt & payment	1000	8030	7030
2018-19	Receipt & payment	1000	8900	7900
			58758	47758

On this being pointed out, the Principal agree to bring facts to the notice of Accounts Officer, Education Department and further stated that, excess expenditure will be adjusted in next assessment.

Thus due to non conduct of Assessment over a long period, the irregular excess expenditure persist.

Principal, Dayanand science college (Sr. & Jr.), Latur

Para. 3: Unauthorised levy and collection of fees from students.Rs.3500/-

Swami Ramanand Tirth Marathwada University, Nanded prescribed norms for fixation of fees for non Grant Educational Institutes / courses under their jurisdiction. The norms inter- alia includes collection of Tuition Fees and fees prescribed by University for examination, Library fees, Sports, eligibility etc. The norms strictly prohibited College / Institutions from collecting fee other than those approved by the University. If the college is found to have collected fees in excess of the fee structure approved by the authority, the institution shall be liable to refund the excess fee to the students, apart from the further course of action as per law.

Test check of records of Dayanand Science College, Latur administered under Dayanand Education Society for the year 2018-19 it was observed that, the College has collected following fees (apart from Tuition fee) from the students of BSc (CS) (80students), MSc (Chemistry, Physics, Mathematics, Computer, Microbiology, Bio Technology (total 230 students) which are not governed under University norms / regulations: -

year	Item	Fees collected	Fees permissible	Excess collection
2018-19	Identity card	((@20) (UG- 80x3x20=4800 ((@20) (PG- 230x2x20=9200 Total=14000	((@15) (UG- 80x3x15=3600 ((@15)(PG- 230x2x15=6900 Total=10500	3500

When asked whether above mentioned fees were brought to the notice of University and are duly approved by them, it was stated that, no such approval for excess I-card fees was taken from University.

Matter may be referred to University for their exclusive comments on the issue.

Unauthorised levy and collection of fees from students.Rs.88320/-

Principle, Dayanand College of Law, Latur

Swami Ramanand Tirth University, Nanded prescribed norms for fixation fees for non Grant Education Institutes under their jurisdiction. The norms inter- alia includes collection of Tuition Fees and fees prescribed by University for examination, Sports, eligibility etc. The norms strictly prohibited Colleges/ Institutions from collecting any fee other than those approved by the University. If the college is found to have collected fees in excess of the fee structure approved by the authority, the institution shall be liable to refund the excess fee to the students, apart from the further course of action as per law.

Test check of records of Dayanand College of Law, Latur administered under Dayanand Education Society for the year it was observed that, the College has collected following fees (apart from Tuition fee) from the students of BALLB (10students) and LLB-I(59 students) course (Non Granted) which are not governed under University norms regulations:-

year	Item	Fees collected	Fees permissible	Excess collection
2018-19	Identity card	((@50) 3450	((@15) 1035	2415
	Sports and Games	((@60) 4140	((@50) 3450	690
	College Examination	((@100) 6900	((@35) 2415	4485
	Practical , Internal	((@120) 8280	No fees under this head	8280
	BCI Inspection Fee	((@1150) 79350	((@100) 6900	72450
			Total	88320

From above data, it is clear that, the College has unauthorised collect fees of Rs. 159500/- .

When facts were brought to the notice, Department did not furnished convincing reply.

Hence, matter may be referred to University for comments.

Para. 4: Mismatch of dates and voucher numbers resulted into fictitious expenditure of Rs.1, 18,300/- on purchases of Network Accessories and other item.

Scrutiny of records/vouchers of purchases of Network Accessories and other items from grants received under UGC (College for Potential Excellence-CPE) revealed following discrepancy in Bill Numbers and Bill date.

Sr. No.	Particulars	Bill No	Date	Amount
1	Balaji Computer Sales & Services, Latur	08	11-12-2018	81700
2	Balaji Computer Sales & Services, Latur	07	12-12-2018	111000
3	Balaji Computer Sales & Services, Latur	605	11-10-2018	6600
4	Balaji Computer Sales & Services, Latur	414	31-10-2018	7300
Total Rs.				118300

Thus from above data it can be concluded that, these vouchers are not legally issued by the vendor, but were generated by Dayanand Science College, Latur, fictitiously resulted into forged payment on the bills.

When facts were brought to the notice, it was stated that, by mistake the dates were mentioned by proprietor M/S. Balaji Computes sales & services, latur. However, Department failed to furnish any supporting documents confirming the procurements.

Hence matter may be referred to UGC for their exclusive comments on the issue as procurement were affected from UGC grant.

Para. 5: Injudicious expenditure of Rs. 240851/- under Major Research Project.

The University Grant Commission (UGC) vide order dated 18-01-2013 released Rs.405840/- for Major Research Project titling "Synthesis and Studies on Cd MnSe Thin films: Application in Photo Electro chemical cell". The first instalment of Rs.4, 97,800/- was released by UGC on 04-01-2011.

However, detail scrutiny of records revealed that the College/ Researcher had incurred Rs.240851/- for LCR meter costing Rs.240851/- vide bill no 4154 dated 16-08-2010.

The procurement of equipment prior to receipt of grant appears to be injudicious.

When facts were brought to the notice for comments, it was stated that, the date was by-mistake mentioned as 16-08-2010 instead of 16-08-2011 by the proprietor.

Reply of Department was not acceptable, as no voucher supporting their say was furnished to audit.

Hence matter may be referred to UGC for their exclusive comments on the issue as procurement were effected from UGC grant.

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Para. 6: Non credit of tuition fees amounting to Rs.10,02,607/-for adjusting into Salary account head.

(Jr. Science College).

Government of Maharashtra, Education, Employment and Youth Welfare Department vide Resolution No. NGC 1279/157796-XXV dated 03/10/1979 clearly stated that the tuition fees and surplus if any, is to be adjusted against the Salary grants, so that the salary grant can be reduced to appropriate amount while releasing.

Further, Director of Higher Education M.S. Pune vide their letter No. BUD-2009/NSG/Accounts-2 dated 22/04/2004 addressed to all the Regional Joint Director of Higher Education stated that Principal must credit the amount received from the student on account of tuition fees in salary account.

During scrutiny of records, it was noticed that the tuition fee amounting to 10,02,607/-collected from students of Junior Science College during the year 2009-10 to 2018-19 was not credited to salary account for adjusting against the salary grant. The details are as below:

Year	Amount of Tuition fees collected	Amount of tuition fees credited to salary accounts	Balance amount not credited in salary account.
2009-10	362592	185184 (24.8.2010)	177408
2010-11	459708	238080 (23/09/11)	221628
2011-12	176160	114936 (2/09/2014)	61224
2012-13	194700	101808 (2/09/2014)	92892
2013-14	153256	119088 (2/09/14)	34168
2014-15	195324	-	240909
2015-16	115434	--	115434
2016-17	19512	--	19512
2017-18	6480	--	6480
2018-19	32952	--	32952
			10,02,607/-

This has not only resulted into non adjustment of tuition fees Rs.10,02,607/- against salary grant but also resulted in unauthorized earning of interest on the amount.

When facts were brought to the notice, Department while accepting audit contention agreed to credit amount in Government account under intimation to audit.

Final compliance awaited.

**Non credited amount of Rs. 1,12,974/- for adjusting into Salary account head.
Principal, Dayanand Commerece (Sr. and Jr.) College, Latur**

Government of Maharashtra, Education, Employment and Youth Welfare Department vide Resolution No. NGC 1279/157796-XXV dated 03/10/1979 clearly stated that the tuition fees and surplus if any, is to be adjusted against the Salary grants, so that the salary grant can be reduced to appropriate amount while releasing. Further, Director of Higher Education M.S. Pune vide their letter No. BUD-2009/NSG/Accounts-2 dated 22/04/2004 addressed to all the Regional Joint Director of Higher Education stated that Principal must credit the amount received from the student on account of tuition fees in salary account.

During scrutiny of records revealed that the tuition fees collected every year has been collected and credited to the salary accounts and adjusted against the salary grant of respective year. However, it was noticed that no such amount of tuition fees was credited to salary account for adjusting against the salary grant during the year 2010-11 to 2018-19. The details are as below:

Year	Amount of Tuition fees collected	Amount of tuition fees credited to salary accounts	Balance to be credited
2010-11	24597	Nil	24597
2011-12	30650	Nil	30650
2012-13	NA	Nil	NA
2013-14	NA		NA
2014-15	6280+3390	Nil	6280+3390
2015-16	2295+765	Nil	2295+765
2016-17	21235+765	Nil	21235+765
2017-18	14407+1715	Nil	14407+1715
2018-19	28875	Nil	28875
	1,12,974/-		1,12,974/-

This has not only resulted into non adjustment of tuition fees of Rs. 1,12,974/- against salary grant but also unauthorized earning of interest on the amount.

When facts were brought to the notice, Department while accepting audit contention agreed to credit amount in Government account after due reconciliation under intimation to audit.

Final compliance awaited.

**Non credit of amount of Rs.494736/- into Salary account head resulted into extra release of salary grant.
Principal, Dayanand Arts (Sr. and Jr.) College, Latur**

Government of Maharashtra, Education, Employment and Youth Welfare Department vide Resolution No. NGC 1279/157796-XXV dated 03/10/1979 clearly stated that the tuition fees and surplus if any, is to be

adjusted against the Salary grants , so that the salary grant can be reduced to appropriate amount while releasing.

Further, Director of Higher Education M.S. Pune vide their letter No. BUD-2009/NSG/Accounts-2 dated 22/04/2004 addressed to all the Regional Joint Director of Higher Education stated that Principal must credit the amount received from the student on account of tuition fees in salary account.

Scrutiny of records revealed that, tuition fees collected every year has been collected and credited to the salary accounts and adjusted against the salary grant of respective year. However, it was noticed that Principal has credited tuition fees into salary account upto 2016-17. For the year 2017-18 & 2018-19, no such amount tuition fees was credited to salary account for adjusting against the salary grant. The details are as below:

Year	Amount of Tuition fees collected	Amount of tuition fees credited to salary accounts	Balance amount not credited in salary account.
2017-18	103968	Not credited	103968
2018-19	390768	Not credited	390768
			494736/-

This has not only resulted into non adjustment of tuition fees of Rs.494736/- against salary grant but also unauthorised earning of interest on the amount.

When facts were brought to the notice, Department while accepting audit contention agreed to credit amount in Government account after due reconciliation under intimation to audit.

Final compliance awaited.

Principal, Dayanand science college (Sr. and Jr.), Latur

Para. 7: Irregular expenditure incurred under College of Potential Excellence(CPE) funds.

The UGC has approved the status of College with Potential for Excellence (CPE) Dayanand Science College, Latur under CPE Scheme for a period of five years (2016 to 2021) . Under this Scheme UGC has allocated budget total Rs.150.00 lakh (For Non- recurring Rs.90.00 Lakh & Rs.60.00 lakh for Recurring) subject to conditions that,

Under UGC, CPE funds should not be used on un-aided/self-financing departments/courses of colleges and shall be used only for UG/PG programmes.

The grants received under UGC should be exclusively incurred according to individual sanction to sub-item of budget allocation .

Purchases to be made according to provision contained in General Financial Rules of State Government.

Scrutiny of the records such as cash book, ledger book, vouchers book revealed that the Principal, Dayanand science College, Latur had received (15/06/2017) the grant of Rs. 1.20 crore for implementation of CPE Scheme. As on date, Principal had utilized the CPE grant of Rs.1,06,25500/- (10200000+425500(Intt)).

During micro Scrutiny of vouchers following Omission were noticed.

(i) The Principal had purchased the following items and same were utilized for non-aided course. During the joint inspection with college authorities it was noticed that the computers, Lab equipments were purchased under CPE were utilized for running non aided Course MSc Computer Application.

Items purchased	Cost of Rs.	Purpose for utilized	Un-aided courses
20 Computers	Rs. 6,87,000/-	For MSc (Computer Application) & BSC (Computer Science) LAB-I	MSC(CA)
PC Based doubled Beam UV-Visible Spectrophotometer	Rs.7,20,000/-	MSc (Microbiology) Lab	MSC(Microbio)
PC Based double beam UV-Visible	Rs.5,50,000/-	MSc (Physics) Research Lab	MSc (Physics)

Thus the purchase of computer under CPE grant and same was utilized for non aided courses resulted in violation of terms and condition of UGC.

ii) The Principal had incurred the expenditure under CPE Scheme amount of Rs. Rs.1,06,25500/- (10200000+425500(Intt)) and utilization was sent to the UGC. Scrutiny of the records revealed that expenditure not incurred according to sanctioned of budget allocation as details below:

Non-Recurring Items	Allocation	Utilization	Excess against allocation
1. Lab Up-gradation	15.00	28.10	-13.10
2. Language Lab Equipments	8.00	3.06	5.00
3. Teaching Aids	7.00	15.35	-8.35
4. Library Automation	10.00	3.99	6.00
5. Computers	10.00	10.95	-0.95
6. Books and Journals	10.00	5.00	5.00
7. Internet Connectivity	08.00	3.88	4.12
8. Up-grdation of class room and seminar hall	12.00	16.64	-4.64
9. Any Other Activities	10.00	4.71	5.50
Total	90.00	91.68	
Recurring			
10.Lab consumable	15.00	409892	
11. Software	10.00	233527	
12. Inernet service	10.00	115637	
13. Maintenance of Equipments	10.00	245419	

14. Enrichment of teachers	10.00	147415	
15. Any other activity(Sports)	05.00	51000	
Total	60.00		

From the above it is clear that excess expenditure was incurred on some items against the sanctioned allocation. However, this excess expenditure was not duly approved by UGC.

(iii) As per Government of Maharashtra, Industries Energy and Labour department resolution No भाकस-2014/प्र.क/82.भाग-III/उद्योग4 /Mantralaya Mumbai dated 30 October 2015 stipulated that for any purchases or works executed is between Rs.5000/- and Rs.3,00,000/- shall be done by calling 3 quotations & for purchases above Rs. 3,00,000 should be done by calling e-tender in order to increase competition in bidding and get best possible minimum cost .

However it was noticed that, the College had purchased the Lab Equipment costing of Rs.28,10,045/- and Computers costing of Rs.10,95,000/- from local market by calling mere three quotations. Since the purchase of Laboratory equipments/ Computers/ are exceeding Rs. 300000 & above, the purchase was required to be made by adopting the process of E- Tenders. Further, no any purchased committee was formed by the Principal. The purchases were made without calling e-tendering, resulted into irregular purchases of Laboratory equipment.

(B).Similarly, the District Sports Officer, Latur had sanctioned Rs.6.87 lakh for Sprinkler system for Cricket ground vide order dated 6-5-2019. As the amount was more than 3 lakh, the college should have gone for E-tendering process for best possible value. However, the College authorities has collected quotation from two vendors i.e. Jain Irrigation and Keerti Enterprise, Latur (who is dealer of Finolex company) and work was awarded to Keerti Enterprises.

When facts of non adherence of provisions contained in General Financial Rule was brought to the noticed, Department agreed to follow provisions of GFR.

Comments of Jt. Director, Higher Education grants may be furnished to Audit.

Irregular expenditure incurred under UGC grant (Commerce)

Principal, Dayanand Commerce (Sr. and Jr.) College, Latur

Under the Scheme of Providing Additional Assistance to Colleges Covered during 11th Plan period UGC had sanctioned the grants of Rs.25.00 lakh to The Principal, Dayanand College of Commerce, Latur during the year 2011-12. The Objective of the scheme is to strengthen Teaching and Learning process in the Higher Education Institutions by augmenting Academic Equipments. Photocopiers, Generators, Fax Machines, Air Conditioners, teaching Aids, Laboratory Equipment and other items on the basis are allowed. The grant should be utilized subject to following condition.

i. Under UGC Scheme, the grant shall not be used for self-financing/non-grant/un-aided courses & teachers.

ii. Purchases to be made according to provision contained in General Finance Rules of State Government.

Scrutiny of the records of cash book, ledger book, vouchers book revealed that the Principal, Dayanand College of Commerce (Sr), Latur had incurred the expenditure of Rs.25.50 lakh against the receipt of grant of Rs.25.00 lakh from UGC during 2011-12. During micro Scrutiny of vouchers following Omission were noticed:

(I). The Principal had purchased 40 Computer for Language Lab. During the joint inspection with college authorities it was noticed that the same computer were also utilized for running non aided Course BCOM Computer Application (IIIrd Year). Thus the purchase of computer under UGC grant and same was utilized for non aided courses resulted in violation of terms and condition of UGC.

(II) As per Government of Maharashtra, Industries Energy and Labour department resolution No भाकस-2014 प्र.क्र/82.भाग-III/उद्योग4 /Mantralaya Mumbai dated 30 October 2015 stipulated that for any purchases or works executed is between Rs.5000/- and Rs.3,00,000/- shall be done by calling 3 quotations & for purchases above Rs. 3,00,000 should be done by calling e-tender in order to increase competition in bidding and get best possible minimum cost .

However it was noticed that, the College had purchased the 40 Computers from HCL INFOSYS LTD without calling any quotation. Further, no any purchased committee was formed by the Principal. This has resulted into violation of GFR Rule.

Matter is brought to the notice of Jt. Director, Higher Education, Nanded for comments.

Principal, Dayanand science college (Sr. and Jr.), Latur

Para. 08: Irregular expenditure of Rs.48.59 lakh under Fund for Improvement of Science & Technology (FIST) Grant

The Department of Science & Technology, GOI, New Delhi had sanctioned grant of Rs.67.00 lakh for 5 years to Dayanand Science college, Latur for implementation of the scheme titled "Fund for Improvement of S&I Infrastructure in Universities and Higher Education Institutions-(FIST). The objective of the scheme is to strengthen Teaching and Research Facilities in all Science department of the College.

The grant-in aid being released subject to the condition that, (a) transparent procurement procedure in line with the provision of General Financial Rules should be adopted while procuring capital assets sanctioned under above mentioned project and a certificate to this effect will be submitted by the Institutions immediately on receipt of the grant.

As per Government of Maharashtra, Industries Energy and Labour department resolution, for purchases above Rs. 3,00,000 , A Tender Notice through State level News paper should be published in order to increase competition in bidding and get best possible minimum cost .

Scrutiny of the records such as cashbook, vouchers and corresponding file revealed that College had incurred the expenditure of Rs.67.00 lakh Under FIST programme for procurement of Equipment, Infrastructural facilities, etc. during the year 2013-14.

Detail scrutiny of records further revealed that, the College had purchased the Equipments costing Rs.48.59 lakh from local market by calling mere three quotations without giving wide publicity as envisages in Financial rules. This has resulted into irregular purchases.

On this being pointed out, Department agreed to follow provisions of GFR.

Comments of Jt. Director, Higher Education grants may be furnished to Audit.

**Para. 09: Un-authorized retention of university grant of Rs.143837- in respect of University
Conducting Examination**

As per University rules, the Accounts against the advance paid for conducting University Examination should be submitted to University along with unspent amount of advance, if any, at the earliest.

Scrutiny of the records of audited statements, cashbook and other records revealed that Principal, Dayanand Science College, Latur had received the advances for conducting Examination every year from SRTMU, Nanded. The details of grant received and expenditure incurred during the year 2013-14 to 2018-19 are as below:

Year	Grant received from University	Expenditure incurred	Balance
2012-13	NA	NA	
2013-14	NA	NA	
2014-15	109506	264725	-155219
2015-16	153983	112185	41798
2016-17	450335	301448	148887
2017-18	479616	416483	63133
2018-19	490926	536164	45238
Total			143837/-

This balance of Rs. 143837/- was required to be refunded to the University. However same is retained by the college. It is further observed that, the College has not shown this liability of Rs. 143837/- on account of University Conducting examination.

When facts were brought to the notice, it was replied that, amount (payable/receivable) will be reconciled with University and payable amount will be credited to the University.

Final compliance awaited.

Para.10: Non adherence to Government Directives

Committee established by Higher and Technical Education Department, Government of Maharashtra had published literatures by the National Leaders (Mahatma Fule, Shahu Maharaj/Annabhau Sathe/ Dr. B.R. Ambedkar). Higher and Technical Education Department vide GR NO. Committee 2511/pr.a.ka.84/17/ Samanway, dt. 22 November 2017, has made it mandatory to procure these books for College libraries, so that same can be available to students. These books are made available at Government library for selling at concessional rates.

Scrutiny of the records revealed that, none of the literatures/ books of great national personalities has been purchased as per the instruction of the Government by the Principal, Dayanand College Science, Latur, Thus, non-purchase of books/literatures on above subject, not only resulted in non adherence to Government orders but also deprived students from inspirational thoughts of eminent personalities.

In reply, Principal agrees to purchased books written by National Leaders in future.

Final compliance awaited.

Principle. Dayanand College of Law, Latur

Para.11: Non adjustment of grant in time resulted into undue retention of same by College Rs. 250350/-.

Every year Joint Director of Education is required to assess Admissible/ Inadmissible expenditure of the Aided Institute by assessing their accounts and accordingly payable grants are to be released to the Institution.

During scrutiny of Balance Sheet and Assessment Record of Principal, Dayanand College of Law, Latur, it was observed that, the Joint Director has Assessed accounts of College upto 2016-17 only. The Receipt and Payment Account of College for the year 2017-18 and 2018-19 revealed that, the College received excess salary grant of Rs.109550/- and Rs.721507/- respectively As there was no assessment since last two years, this amount was lying with College without adjustment.

This inaction of Joint Director has not only resulted into accumulation of grant but also allowed institute to earn interest on same injudiciously.

When facts were brought to the notice for comments, Principal stated that, an amount of Rs. 580707/- has been credited to Government Account. In respect of balance amount reconciliation will be done and excess amount will be credited to Government account under intimation to audit.

Final compliance awaited.

5. निम्नलिखित परिच्छेदों को निरीक्षण प्रतिवेदन से निकाला जा रहा है।

क्र.	यूनिट का नाम	लेखा परीक्षा की अवधि		अंडरसेक्शन	परिच्छेद क्र.
		से	तक		
1	Dayanand College of Arts (Jr.)	2004-05	2007-08	14	Para-1
2	Dayanand College of Commerce (Jr.)	2004-05	2007-08	14	Para-1
3	Dayanand College of Science (Jr.)	2004-05	2007-08	14	Para-1

श्री. कृ. गं. शर्मा
वरिष्ठ लेखापरीक्षा अधिकारी/ जी. & एस. एस.(मु.)-II