



TECHNICAL EDUCATION QUALITY IMPROVEMENT PROGRAMME

(TEQIP) PHASE-III - MAHARASHTRA

(WORLD BANK FUNDED PROJECT)

BVB SARDAR PATEL COLLEGE OF ENGINEERING – ANDHERI (W) MUMBAI

INTERNAL AUDIT REPORT FOR THE PERIOD FROM 01.10.2021 TO 31.01.2022

PART-A : BRIEF DETAILS OF THE AUDITEE AND AUDIT

- a. Name and address of the Auditee : BVB Sardar Patel College of Engineering –
Mumbai
- b. Name of Auditors : Gandhi & Lakhani
- c. Days of Audit : 1st February, 2022
- d. Period covered in the previous audit: April 01, 2021 to September 30, 2021
- e. Period covered in the current audit: October 01, 2021 to January 31, 2022

PART – B

EXECUTIVE SUMMARY

(a) **Objective of Audit**

We have conducted the Internal Audit of BVB Sardar Patel College of Engineering – Andheri (W) Mumbai for the period from October 1, 2021 to January 31, 2022. We have carried out the audit in accordance with the standards on auditing promulgated by the Institute of Chartered Accountants of India and in accordance with the TOR as issued by the funding Agency International Development Association. It is the responsibility of the management to maintain the PFMS/FMIS as prescribe by the funding agency in cash system of accounting, fair and proper documentation, generation of books and records, the various Interim financial reports, annual statements, and to implement a proper Internal control system commensurate with the size of the organization.

Our responsibility is to verify the books and accounts commensurate with the standard procedure and guidelines followed by the project for the different level and to see that there is proper documentation and internal control in existence during the period of audit and to report the deficiencies, if any, existing in the operation of the project.



(b) Methodology of Audit

The audit was conducted on the basis of the finalized audit program. After distribution of the audit work and responsibilities, the concerned staff performed their job and directly reported to the partner on daily basis. Internal audit program mainly focused on following areas:

1. An assessment of whether the project financial statements have been prepared in accordance with consistently applied accounting standards of the Institute of Chartered Accountants of India and gives a true and fair view of the operations of the project during the period October 1, 2021 to January 31, 2022 and the financial positions of the project as at January 31, 2022.
2. An assessment of the adequacy of the project financial management systems including internal controls should be viewed. The financial management system should include methods and records established to identify, assemble, analyze, classify, record and report on transactions and to maintain accountability for the related assets and liabilities.
3. That all project funds have been used in accordance with the conditions of the relevant financing agreement, with due attention to transparency, economy and efficiency and only for the purposes for which the financing was provided.
4. All necessary supporting documents, records and books/ statements of accounts have been maintained and all necessary supporting documents such as records, vouchers, bills etc. and books of accounts have been kept in respect of all project expenditures.
5. Identify the expenditure which are covered in accordance with the allocation described in project implementation plan –Section -7 under para “Permissible and Non Permissible expenditure” as eligible and segregate these form non-eligible items.
6. Clear linkages exist between the books of accounts maintained for the expenditures and reports presented for the expenditure incurred.
7. Verify the eligibility of expenditure for SOE disbursement and separately report upon ineligible expenditure claimed if any.



(c) **Status of Implementation of The Project Financial Management System**

During audit we noted that Project Financial Management System has been implemented during Financial Year 2017-18

(d) **Status of Compliance of Previous Audit Report**

During the course of the audit, we have noticed much improvement in statutory compliance related to government levies.

(e) **Key Areas of Weakness**

During audit we did not find any key areas of weakness regarding procedural lapses.

PART- C

COMPLIANCE OF PREVIOUS AUDIT REPORT

There is no compliance in previous audit report

PART -D

OTHER OBSERVATIONS

1. BANK RECONCILIATION STATEMENT

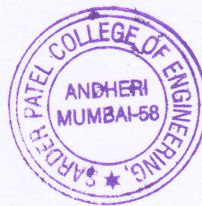
As a project institution, management doesn't have separate bank account. All payments are made through PFMS.



2. CHECKING OF FINANCIAL MANAGEMENT REPORT

On checking of Financial Management Report we noted that total expenditure incurred during the audit period was Rs. 1,00,000/- Details are given below:

Head of Expenditure	Cumulative expenditure up to previous month of reporting since Inception	Expenses During the Reporting period - October 2021 to January 2022	Total Cumulative expenditure up to reporting Date- 31.01.2022
Procurement of Goods			
Equipment	3,02,08,709	-	3,02,08,709
Furniture	12,73,956	-	12,73,956
Learning Resources	62,59,175	-	62,59,175
Minor Civil Works	30,60,033	-	30,60,033
Academic Processes			
Faculty /Staff Development and Motivation	34,99,452	-	34,99,452
Graduate Employability	62,97,182	-	62,97,182
Improve students learning	32,15,460	-	32,15,460
Industry Institute Interaction	20,41,803	-	20,41,803
Management Capacity Development	8,73,078	-	8,73,078
Mentoring/Twinning System	12,45,057	-	12,45,057
MOOC and Digital Learning	2,97,359	-	2,97,359
Reforms and Governance	29,34,884	-	29,34,884
Research & Development	22,39,204	-	22,39,204
Services	48,214	-	48,214
Operating Cost			
Consumables	56,237	-	56,237
Meetings	10,19,628	-	10,19,628
Office Expenses	84,556	-	84,556
Operation & Maintenance of Equipment	17,31,754	-	17,31,754
Salary	35,84,298	1,00,000	36,84,298
Travel Cost	29,961	-	29,961
Total	7,00,00,000	1,00,000	7,01,00,000

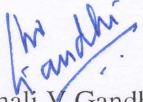


PART -E

EXECUTIVE SUMMARY AND SUGGESTIONS/RECOMMENDATIONS

No such observation for suggestion or recommendation

For Gandhi & Lakhani
Chartered Accountants
F. R. No. 102969W


CA Hemali V Gandhi
Partner
M. No 131175
Mumbai, Dated 2nd February, 2022
UDIN : 22131175AAAAAZ1323



I/C REGISTRAR

Sardar Patel College of Engineering,
Munshi Nagar, Versova Road,
Andheri (West), Mumbai - 400 058.



TEQIP III Co-ordinator
BVB'S Sardar Patel College of Engineering
Mumbai - 400 058.



I/c. Principal
Bharatiya Vidya Bhavan's
Sardar Patel College of Engineering
(Government Aided Autonomous Institute)
Munshi Nagar, Andheri (W), Mumbai - 58.