

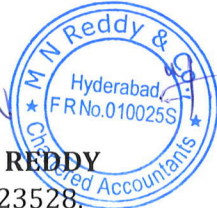

## AUDIT REPORT

To,

The Commissionerate of Collegiate Education,  
Government of Telangana,  
HYDERABAD.

1. We have verified the attached Receipts and payments account of **Dr BRR GOVERNMENT DEGREE COLLEGE, JADCHERLA** for the period 01-04-2021 to 31-03-2022. These Receipts and payments are the responsibility of the college /Organization. The same is verified with the information as uploaded by the college in the "College Administration and information Management System (CAIMS)", maintained centrally by the CCE. We have examined the payments with the underlying vouchers. Our responsibility is to express an opinion on the said Receipts and Payments in light of the Scrutiny of Vouchers Conducted by us.
2. We have conducted our audit in accordance with auditing standards generally accepted in India. An audit includes examining on a test basis, evidence supporting the amounts and disclosures in the said Receipts and payments Account.
3. **We Report that:**
  - (a) We have obtained all the information and explanations, which to the best of our knowledge and belief were necessary for the purposes of our audit.
  - (b) Subject to notes on account enclosed (forming part of this Audit Report), the said Receipts and Payments are in agreement with the books of Accounts (CAIMS) maintained.

**For M N Reddy & Co.,**  
Chartered Accountants  
FRN: 010025S



**CA K DAMODAR REDDY**  
Partner, M No.: 223528.

CAG Empanelment No.: HY0894

Date: 10-11-2022  
Place: Hyderabad.

**Dr BRR GOVERNMENT DEGREE COLLEGE, JADCHERLA**  
**NOTES TO ACCOUNTS FORMING PART OF AUDIT REPORT**

- a. **OPENING BALANCES:** The Opening Balances are verified as per the Bank Statements provided for our perusal during the course of audit. The management has given representation that all the accounts, belonging to the college (related to activity of the college) are provided in CAIMS. We have verified only those accounts which are provided in CAIMS as on the date of Audit Report.
- b. **INCOME/FEE RECEIPTS:** During the year only Receipts and payments is prepared as the College maintains the accounts on cash basis. Items of income like Special Fees, Tuition Fees, Exam Fees, Restructure Fees and all such fees are adopted in the receipts and payments accounts on receipt basis only. As the college do not maintain the details of such Income on "Student to Student" basis, it is advised to maintain the same on accrual basis along with relevant records for reflecting the Fees Due receivable from the total fee receipts for proper monitoring and recovery.
- c. **ACCUMULATED FUNDS:** The college transfers balance amount of fees collected from the students after meeting the expenses for the academic year to Accumulated funds and for utilisation of that amount, college needs to obtain prior permission of CCE, Telangana by stating the purpose of utilisation of the same.
- d. As academic year is not same as financial year few expenses relating to academic year 2020-21 may be incurred in financial year 2021-22.
- e. **SCHOLARSHIP PAYMENTS:** The College pays scholarships to the students on the basis of application made by the students towards scholarship amounts received in college accounts. The college has no information with regard to outstanding scholarship amount to be paid to students as the college is not maintaining details of scholarship amounts to be paid to students. Therefore it is advised to reconcile the Scholarship Receipts and payment made with the RTP proceedings periodically.
- f. **EXPENDITURE/PAYMENTS:** In addition to the payments specified above, other items of expenditure are also booked in the said receipts and payments on cash basis and not on Accrual basis. The College is advised to migrate to accrual system of accounting at the earliest. In few cases it is seen that payments are not supported by any vouchers.
- g. **CAPITAL /REVENUE EXPENDITURE - FIXED ASSETS REGISTERS:** There is no distinction for the expenses incurred by college in CAIMS software towards Capital vis-à-vis Revenue Expenditure. When the college requires to prepare "Statement of Income and expenditure" & "Balance Sheet" it is very important for the college to have proper classification of expenses in future. Also with regard to the capital expenses it is very important for the college to maintain and update fixed Asset Register this in turn would also require the FA register to contain details of Fixed /capital assets existing as on 31-03-2022.
- h. **UPDATION OF CAIMS AND FREEZING OF DATE:** It is observed that the CAIMS is not being updated on a regular basis. For any prompt corrective action it is suggested to be done on a regular /timely basis. It is observed that the CAIMS system can be updated numerous times.



In our opinion the system of fresh entry/ updating the existing entries in CAIMS should be restricted after the completion of audit. The CAIMS must be incorporated with complete audit trail / logs of any alterations / deletions / additions after the cut-off date.

- i. **STATUTORY DEDUCTIONS/ PAYMENTS:** The College is advised to follow the compliances with regard to various statutes such as IT -TDS (with regard to regular / contract lectures), GST - TDS, Professional tax and such others.
- j. **BANK RECONCILIATION STATEMENT (BRS):** The College is advised to book all expenditure on accrual basis and regular preparation of Bank reconciliation system (BRS) to ensure that any errors / mistakes inadvertently done by bank are rectified promptly.

**For M N Reddy & Co**  
Chartered Accountants  
FRN: 010025S





**CA K DAMODAR REDDY**  
Partner, M No.: 223528.  
CAG Empanelment No.: HY0894

**Date:** 10-11-2022  
**Place:** Hyderabad