UNIVERSITY OF HYDERABAD

AUDITED ANNUAL ACCOUNTS 2012-13

INDEX

प्रधान निदेशक लेखापरीक्षा (केन्द्रीय) का कार्यालय
आन्ध्र प्रदेश, हैदराबाद - 500 004.
OFFICE OF THE
PRINCIPAL DIRECTOR OF AUDIT (CENTRAL)
ANDHRA PRADESH,
HYDERABAD - 500 004.
E-Block, III rd Floor
(Phone No: 040-23234497)

No.PDA(C)/CAB/Unit.IV/UOH/SAR.2012- 13/D221/2013-14/327 Date: 25.10.2013

सेवा में

सचिव महोदय, भारत सरकार,
मानव संसाधन विकास मंत्रालय,
उच्च शिक्षा विभाग, 'सी' विंग, शास्त्री भवन, डॉ. राजेन्द्र प्रसाद रोड,
नई दिल्ली -110 001

महोदय,

Sub: हैदराबाद विश्वविद्यालय के वर्ष 2012-13 के Accounts पर पृथक लेखापरीक्षा प्रतिवेदन

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Separate Audit Report on the Accounts of University of Hyderabad, for the year 2012-13, Annexure thereof and one copy of the Annual Accounts of the University for the year 2012-13 are forwarded herewith for placing before both the Houses of Parliament.

The dates of presentation of Separate Audit Report in both the Houses of Parliament may please be intimated.

Receipt of this letter along with the enclosures may kindly be acknowledged.

भवदीय,
Sd/-
(SADU ISRAEL)
प्रधान निदेशक लेखापरीक्षा (केंद्रीय)

संल:यथोपरि

Endt. No.PDA(C)/CAB/Unit.IV/UOH/SAR.2012-13/D221/2013-14 /328 Date: 25-10-2013

Copy to **Prof. Ramakrishna Ramaswamy**, Vice-Chancellor, University of Hyderabad, Gachibowli, P.O. Central University, Hyderabad - 500 046 along with one copy of Annual Accounts for the year 2012-13 (English version), with a request to furnish Hindi version of the approved Annual Accounts 2012-13 (2 sets) to this Office

RSMalge
(ROLI SHUKLA MALGE)
निदेशक/ प्रत्यक्ष कर & केन्द्रीय स्वायत्त निकायों
DIRECTOR/DT & CAB

संल:यथोपरि

Phone Nos. : 23236811 to 23236819
Fax No. : 040-23233394

Separate Audit Report of the Comptroller and Auditor General of India on the Accounts of University of Hyderabad for the year ended 31 March 2013

We have audited the attached Balance Sheet of University of Hyderabad as at 31 March 2013, Income & Expenditure Account and Receipts & Payment Account for the year ended on that date under Section 19 (2) of the Comptroller & Auditor General's (Duties, Powers & Conditions of Service) Act, 1971 read with Section 29 (1) of The University of Hyderabad Act, 1974 (Act No.39 of 1974). These financial statements are the responsibility of the University's Management. Our responsibility is to express an opinion on these financial statements based on our audit.

2. This 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 the 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, evidences supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by managements, as well as evaluating the overall presentation of financial statements. We believe that our audit provides a reasonable basis for our opinion.

4. Based on our audit, we report that:

i We have obtained all the information and explanations, which to the best of our knowledge and belief were necessary for the purpose of our audit.

ii The Balance Sheet, Income & Expenditure Account and Receipts & Payment Account dealt with by this report have been drawn up in the format approved by the Ministry of Finance.

iii In our opinion, proper books of accounts and other relevant records have been maintained by the University, 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: ₹ 88.02 crore (Schedule-5)

A.1.1.1 This includes an amount of ₹ 1,00,94,699/- shown as 'Receipts and Recoveries awaiting payment', the details of which were not available. Besides this, the amount also consists of accumulated balances of other accounts, neither identified nor rectified and incorrectly operated under this head.

A.1.1.2 This does not include an amount of ₹ 16,26,934/- payable towards transformers repair and rental charges, incorrectly treated as contingent liability on the plea of non-submission of Bank Guarantee by the Firm. This was not in consonance with Accounting Standard-29 (para 22 and 23) and resulted in understatement of Current Liabilities and overstatement of Capital Fund by ₹ 16.26 lakh.

A.2 Assets

A.2.1 Investments from Earmarked & Endowment Funds: ₹ 102.13 crore (Schedule-7)

A.2.1.1 This includes value of Gold and Silver articles donated by Dr. Nataraja Ramakrishna, exhibited at nominal value of ₹ 10,00,000/-, which was incorrectly classified as Investments and also by corresponding credit to Endowment Fund, instead of conducting valuation of the articles and proper accounting at the valued amount.

A.2.2 Deposits: ₹ 1.62 crore (Schedule-8)

A.2.2.1 Out of total value of ₹ 1.62 crore[1] exhibited under Schedule-8 as Deposits, the details relating to ₹ 90,42,001/- were not available, despite repeated Audit comments.

A.2.3 Current Assets, Loans and Advances: ₹ 339.81 crore (Schedule-9)

A.2.3.1 This includes an amount of ₹ 21,18,49,411/- exhibited as Grant receivable from University Grants Commission (UGC) against matching accumulated provision made for retirement benefits on ad-hoc basis by corresponding credit to Corpus Fund, though sanction of such Grant was not confirmed/made by the UGC. This was not in consonance with Accounting Standard-15 and also Accounting Policy no.6 of the University to maintain status quo in this regard, which resulted in overstatement of Current Assets and Capital Fund by ₹ 21.18 crore.

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[1] Deposits with Organisations/Companies: ₹ 50,73,537/- and Deposits with Departments/Companies: ₹ 1,10,79,900/-

B. Income and Expenditure Account

B.1 Expenditure: ₹ 192.52 crore

B.1.1 This includes prior period (2011-12) recurring expenses of ₹ 71,22,712/- due to non-provision for outstanding liabilities in the previous year, though accounts were maintained on accrual basis. This resulted in overstatement of current year Expenditure and understatement of Prior Period Expenditure by ₹ 0.71 crore each.

(C) General

1. The details of freehold land of 2374.02 acres and 397.16 acres given by Government of Andhra Pradesh (GoAP) in 1975 and 2004 respectively were not disclosed in the 'Notes on Accounts'. Besides this, no pursuance was made by the University for alienation of freehold land in its favour even after lapse of 38 years and despite Executive Council's resolution to take up this matter with GoAP (155th EC Meeting dated 30.03.2012).

2. Against land to the extent of 840.48 acres[2] given by the University to various organisations, disclosure was made only to an extent of 77.11 acres in the 'Notes of Accounts' and without particulars of lease period & lease rentals, despite previous Audit comment. Factual position in this regard was not disclosed in the 'Notes on Accounts'.

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[2] (i) APSRTC:10 acres (ii) Jawahar Navodaya Vidyalaya: 30 acres (iii) Sri.B.Naveen Kumar: 21 acres (iv) IIIT :62 acres (v) MRO, Serilingampally: 5 acres (vi) Dr.CR Rao Advanced Institute of Mathematics: 4 acres (vii) Energy Resource Institute: 40 acres (viii) Sports Authority of AP:108 acres (ix) Institute of Life Sciences: 20 acres (x) APSEB: 5.20 acres (xi) Hyderabad Telecommunication: one acre (xii) International Management Group, Bharatha, USA : 400 acres and (xiii)AP NGOs Association :134.28 acres

3. The Golden Threshold Building on a land admeasuring 6000 Sq. Yards at Abids, Nampally gifted by Ms.Padmaja Naidu, Ex-Governor of West Bengal as "Will" to the University in 1975 was not disclosed in the 'Note' on Accounts', despite previous Audit comment.

4. Accumulated receipts of Academic Staff College (ASC) on account of registration fees since 2009-10 along with interest earned amounting to ₹ 8,36,246/- were not taken to University Account, despite previous Audit comments. The factual position in this regard was not disclosed in the 'Notes on Accounts'.

D. Net effect of Audit Comments on accounts

The net impact of Audit comments given in preceding paragraphs is overstatement of Liabilities by ₹ 20.47 crore, Assets by ₹ 21.18 crore and Deficit by ₹ 0.71 crore.

E. Grants-in-aid

Out of total Grants-in-aid of ₹ 238.13 crore received during the year {Plan[3]: ₹ 98.45 crore (Grant of ₹ 19 crore received in March 2013), Non-Plan : ₹ 139.68 crore (excluding Advance Grant of ₹ 30.54 crore for 2013-14 received in March'2013, including Advance Grant of ₹ 22.38 crore for 2012-13 received in 2011-12 and Grant of ₹ 10.60 crore for 2012-13 received in March' 2013)}, together with certified opening balance of ₹ 59.74 crore and internal receipts/interest earned of ₹ 13.4 crore[4], totalling ₹ 311.27 crore, the University utilised ₹ 202.43 crore[5], leaving a balance of ₹ 108.84 crore unutilized as on 31st March 2013.

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[3] (i) XI Plan Additional Grant (for Infrastructure Development) of ₹ 15,39,36,000/- sanctioned in March 2012 for the year 2011-12 and received in 2012-13, (ii) XII Plan General Development Grant of ₹ 79.50 crore, (iii) XII Plan Merged Schemes Grant of ₹ 0.75 crore, (iv) XII Plan Fellowships for Non-NET M.Phil/Ph.D of ₹ 1.50 crore and (v) Administrative Staff College Grant of ₹ 1.30 crore for conduct of Orientation/Refresher Courses

[4] Non-Plan, Internal receipts: ₹ 9.14 crore and Plan, Interest earned :₹ 4.26 crore

[5] Plan: ₹ 65.17 crore and Non-Plan: ₹ 137.26 crore

F. Management Letter

Deficiencies which have not been included in the Separate Audit Report have been brought to the notice of the Vice-Chancellor, University of Hyderabad 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 & Payment 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 University of Hyderabad as at 31 March 2013; and

(b) In so far as it relates to Income & Expenditure Account of the **Deficit** for the year ended on that date.

(SADU ISRAEL)
Principal Director of Audit (Central)

ANNEXURE TO SEPARATE AUDIT REPORT

1. **Adequacy of Internal Audit:** The Annual Action Plan of Internal Audit for the year 2012-13 was prepared to take up audit of only three Departments/Schools. Out of this, audit was completed only in respect of two Schools and Internal audit report was issued only in respect of School of Chemistry. In the year 2011-12, Internal audit was taken up in respect of two Schools only. Thus, Internal Audit mechanism was neither systematic nor adequately strengthened to cover periodically in a fixed time frame, audit of all the Schools/Departments and other Central Offices.

2. **Adequacy of Internal Control:** The internal control system is inadequate to the extent of following omissions noticed in Audit:

➧ An amount of ₹ 1,48,11,387/- remitted by students towards various fees through challans in thirteen (13) Bank Accounts of State Bank of India, University Campus, though credited by Bank were still not taken in the respective Cash Books. Non-pursuance and non-reconciliation with Bank had resulted in non-depiction of true value of Closing Cash Book Balances as on 31st March 2013.

➧ Temporary Advances of ₹ 3,14,04,795/- given for purchases & expenses and shown as outstanding as on 31st March 2013, include advances of ₹ 19,85,219/- sanctioned during 2003-04 to 2010-11, which were not effectively pursued for its adjustment. Besides this, year-wise details for the outstanding Miscellaneous Advances (Part-I, II and IV) amount of ₹ 31,80,60,227/- as on 31st March 2013 were not available and also effective pursuance was not made for settlement of these advances also.

3. **System of Physical Verification of Fixed Assets:** Physical verification of Assets, Stores/Stock procured during the year 2012-13 was conducted only by eleven (11) out of fifty eight (58) Departments/Schools, themselves. Independent Committees were not formed by the University to carry out Physical verification of Assets, Stores/Stock existing as on 31st March of each year in respect of all the Departments/Schools and eighteen (18) Non-Academic Departments/Central Facilities. The procedure adopted for conduct of Physical verification of Assets was also not in consonance with Rule 192 of General Financial Rules 2005 and the system of Physical verification was inadequate. Besides this, Physical verification of Library books was conducted in a cycle of five years i.e. 2007-12 and in the fourth year, the University conducted partial verification of books during May & June 2011, which revealed that out of 41000 books verified, 3206 books were untraceable. The Physical verification of Library Books was not conducted during fifth year (2012) cycle.

4. **System of Physical Verification of Inventory:** There is no system of Physical verification of inventory.

5. **Regularity in Payments of Statutory Dues:** Though Statutory dues were paid regularly to the Departments concerned, the University did not furnish the details for ₹ 1,00,94,699/- reflected in the Balance Sheet being 'Receipts and Recoveries awaiting payment' and still shown under Current Liabilities and Provisions, despite this being pointed out in previous audits.

RSMalge

(ROLI SHUKLA MALGE)
निदेशक/ प्रत्यक्ष कर & केन्द्रीय स्वायत्त निकायों

हैदराबाद विश्वविद्यालय
University of Hyderabad

प्रो. रामकृष्ण रामस्वामि
FNA, FASc, FTWAS
कुलपति
Prof. Ramakrishna Ramaswamy
FNA, FASc, FTWAS
Vice-Chancellor

UH/VC/FIN/2013 November 19, 2013

Dear Dr. Israel,

Please refer to the Lr. No. PDA©/CAB/Unit.IV/UOH/SAR.2012-13/D221/2013-14/327, dated 25.10.2013 addressed to the Secretary to Government of India, Department of Higher Education, Ministry of Human Resource Development, New Delhi with a copy to me forwarding therewith the separate Audit Report on the accounts for the year 2012-13 of the University of Hyderabad. The para-wise replies in respect of separate Audit Report on the accounts are enclosed. In view of the replies furnished, the observations may please be treated as dropped and settled.

With best regards,

Yours sincerely,

Ramakrishna Ramaswamy

Dr. Sadu Israel, *IA & AS*
Principal Director of Audit (Central)
Andhra Pradesh
Hyderabad 500 004.

प्रोफ़ेसर सी. आर. राव रोड, केंद्रीय विश्वविद्यालय डाक घर, हैदराबाद - ५०००४६
Prof. C. R. Rao Road, Central University P.O., Hyderabad - 500 046, Phone : +91-40-2301 0121 Fax : +91-40-2301 1090
e-mail : vc@uohyd.ernet.in www.uohyd.ernet.in

UNIVERSITY OF HYDERABAD

Replies to the Separate Audit Report on the Accounts of the University for the year ended 31.03.2013

No.	Observation	Reply
	We have audited the attached Balance Sheet of University of Hyderabad as at 31st March, 2013, Income & Expenditure Accounts and Receipts & Payment Account for the year ended on that date under Section 19(2) of the Comptroller & Auditor General's (Duties, Powers & Conditions of Service) Act, 1971 read with Section 29(1) of the University of Hyderabad Act 1974 (Act No.39 of 1974). These financial statements are the responsibility of the University's Management. Our responsibility is to express an opinion on these financial statements based on our audit. **2.**This 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 disclosures norms, etc. Audit observations on financial transactions with regard to compliance with the Law, Rules & Regulations (Propriety and Regularity) and efficiency – cum – performance aspect, 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, evidences supporting the amounts and disclosure in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by managements, as well as evaluating the overall presentation of financial statements. We believe that our audit provides a reasonable basis for our opinion. **4.**Bases on our audit, we report that: **i.** We have obtained all the information and explanations, which to the best of our knowledge and belief were necessary for the purpose of our audit. **ii.** The Balance Sheet, Income & Expenditure Account and Receipts & Payment Account dealt with by this report have been drawn up in the format approved by the Ministry of Finance. **iii.** In our opinion, proper books of accounts and other relevant records have been maintained by the University, in so far as it appears from our examination of such books. **iv.** We further report that:	**No Remarks**

FINANCE OFFICER
UNIVERSITY OF HYDERABAD

A.	BALANCE SHEET:	
A.1	Liabilities	
A.1.1	Current Liabilities and Provisions:₹88.02 crore (Schedule-5)	
A.1.1.1	This includes an amount of ₹1,00,94,699/- shown as 'Receipts and Recoveries awaiting payment', the details of which were not available. Besides this, the amount also consists of accumulated balances of other accounts, neither identified nor rectified and incorrectly operated under this head.	This amount represents recoveries effected from the employees on account of credit society, Bank Loans, court recoveries, LIC etc. Efforts are on to trace out these details and the same will be produced to next audit. Further, the accumulated balances of other accounts will be identified to carry out necessary adjustments in the year 2013-14.
A.1.1.2	This does not include an amount of ₹16,26,934/- payable towards transformers repair and rental charges incorrectly treated as contingent liability on the plea of non-submission of Bank Guarantee by the Firm. This was not in consonance with Accounting Standard-29 (para 22 and 23) and resulted in understatement of Current Liabilities and overstatement of Capital Fund by ₹16.26 lakh.	The issue of providing liability in the books of accounts will be examined and necessary action taken during the year 2013-14.
A.2	Assets	
A.2.1	Investments from Earmarked & Endowment Funds: ₹102.13 crore (Schedule-7)	
A.2.1.1	This includes value of Gold and Silver articles donated by Dr. Nataraja Ramakrishna , exhibited at nominal value of ₹10,00,000/-, which was incorrectly classified as Investments and also by corresponding credit to Endowment Fund, instead of conducting valuation of the articles and proper accounting at the valuated amount.	Valuation of these items will be carried out at the end of every year to reflect their correct value and exhibited under Non-Current Assets instead of investments to have a proper control on these items.
A.2.2	Deposits: ₹1.62 crore (Schedule-8)	
A.2.2.1	Out of total value of ₹1.62[1] crore exhibited under Schedule-8 as Deposits, the details relating to ₹90,42,001/- were not available despite repeated Audit Comments.	The deposits like Caution Deposit, Consumption Depsoits etc., placed with various institutions / bodies like Electricity Board, HMWSSB General Authority of India are as per statutory obligations and related to very old period. However, efforts are on to trace these details and the same will be produced to next audit.
A.2.3	Current Assets, Loans and Advances:₹339.81 crore (Schedule-9)	
A.2.3.1	This includes an amount of ₹21,18,49,411/- exhibited as Grant receivable from University Grants Commission (UGC) against matching accumulated provision made for retirement benefits on ad-hoc basis by corresponding credit to Corpus Fund, though sanction of such Grant was not confirmed/made by the UGC. This was not in consonance with Accounting Standard-15 and also Accounting Policy no.6 of the University to maintain status quo in this regard, which resulted in overstatement of Current Assets and Capital Fund by ₹21.18 crore.	All the Central Universities are fully funded by the University Grants Commission. The actual expenditure incurred towards Retirement Benefits (received from UGC by way of Grant) in respect of Employees retired has been debited to Income and Expenditure account of the respective years. As a result of adoption of new Accounting Standard – 15 (Retirement Benefits), the accrued liability of employees existing at the end of every year is required to be provided for based on actuarial valuation in addition to the actual expenditure incurred in respect of employees retired on superannuation / voluntary retirement scheme. However, payment will be made in the year of retirement of employees. The UGC is releasing funds by way of grant every year for this purpose. Evidently, the entire Liability of Rs₹21,18 crore rests with UGC. Therefore showing the same as receivable is in order.

[1] Deposits with Organizations/Companies: ₹50,73,537/- and Deposits with Departments/Companies: ₹1,10,79,900/-

B.	**Income and Expenditure Account**	
B.1	**Expenditure: ₹192.52 crore**	
B.1.1	This includes prior period (2011-12) recurring expenses of ₹71,22,712/- due to non-provision for outstanding liabilities in the previous year, though accounts were maintained on accrual basis. This resulted in overstatement of current year Expenditure and understatement of prior period expenditure by ₹0.71 crore each.	Prior period recurring expenses of ₹71,22,712/- have been debited to current year Income and Expenditure account. As a result, current year recurring expenses have been over stated by a similar amount as stated by the Audit. The excess of expenditure over income for the year 2012-13 is inclusive of the above amount of ₹71,22,712/- and the same has been adjusted / debited to the Capital Fund account. As such there was no impact on the cumulative amount of excess of expenditure over income as well as Capital Fund account as on 31.03.2013.
(C)	**General**	
1	The details of freehold land of 2374.02 acres and 397.16 acres given by Government of Andhra Pradesh (GoAP) in 1975 and 2004 respectively were not disclosed in the 'Notes on Accounts'. Besides this, no pursuance was made by the University for alienation of freehold land in its favour even after lapse of 38 years and despite Executive Council's resolution to take up this matter with GoAP (155th EC Meeting dated 30.03.2012).	The details of freehold land (2374.02 acres + 397.16 acres) given by Govt. of Andhra Pradesh will be disclosed during the year 2013-14. However, efforts are on for alienation of the freehold land in favour of University.
2	Against land to the extent of 840.48 acres[2] given by the University to various organizations, disclosure was made only to an extent of 77.11 acres in the 'Notes of Accounts' and without particulars of lease period & lease rentals, despite previous Audit comment. *Factual position in this regard was not disclosed in the 'Notes on Accounts'.*	The land given on lease to 8 organizations was only to the extent of 77.11 acres as disclosed in the Notes to Accounts. The land to extent of 742.37 acres was resumed by Govt. of Andhra Pradesh. The remaining land to the extent of 21 acres handed over to Sri Naveen Kumar as per court orders. All these details together with lease period and rentals will be disclosed in the Notes to Accounts during the year 2013-14 as suggested by the Audit.
3	The Golden Threshold Building on a land admeasuring 6000 Sq. Yards at Abids, Nampally gifted by Ms.Padmaja Naidu, Ex-Governor of West Bengal as "Will" to the University in 1975 was not disclosed in the 'Note on Accounts', despite previous Audit Comments.	The same will be disclosed in the Notes to Accounts during the accounting year 2013-14.
4	Accumulated receipts of Academic Staff College (ASC) on account of registration fees since 2009-10 along with interest earned amounting to ₹8,36,246/- were not taken to University Account, despite previous Audit comments. The factual position in this regard was not disclosed in the 'Notes on Accounts'.	The matter has been taken up with the Director Academic Staff College for transfer of the amount to University Account at the earliest.
D	**Net effect of Audit Comments on accounts** The net impact of Audit comments given in preceding paragraphs is overstatement of Liabilities by ₹20.47 crore, Assets by ₹21.18 crore and Deficit by ₹0.71 crore.	The net impact needs to be viewed with reference to the replies furnished above.

[2] (i) APSRTC:10 acres (ii) Jawahar Navodaya Vidyalaya: 30 acres (iii) Sri.B.Naveen Kumar: 21 acres (iv) IIIT :62 acres (v) MRO, Serilingampally: 5 acres (vi) Dr.CR Rao Advanced Institute of Mathematics: 4 acres (vii) Energy Resource Institute: 40 acres (viii) Sports Authority of AP:108 acres (ix) Institute of Life Sciences: 20 acres (x) APSEB: 5.20 acres (xi) Hyderabad Telecommunication: one acre (xii) International Management Group, Bharatha, USA : 400 acres and (xiii)AP NGOs Association :134.28 acres

FINANCE OFFICER
UNIVERSITY OF HYDERABAD

E	**Grants-in-aid:**	
	Out of total Grants-in-aid of ₹238.13 crore received during the year {Plan[3]:₹98.45 crore (Grant of ₹19 crore received in March 2013), Non-Plan :₹139.68 crore (excluding Advance Grant of ₹30.54 crore for 2013-14 received in March'2013, including Advance Grant of ₹22.38 crore for 2012-13 received in 2011-12 and Grant of ₹10.60 crore for 2012-13 received in March'2013), together with certified opening balance of ₹59.74 crore and internal receipts/interest earned of ₹13.40 crore[4], totalling ₹311.27 crore, the University utilised ₹202.43 crore[5], crore, leaving a balance of ₹108.84 crore unutilized as on 31st March 2013	The plan account of the University consists of grants received and expenditure incurred other than Non-Plan Account. As such the grants received in respect of Academic Staff College and OBC Grant and interest earned there on etc. are being accounted for in the Plan Account. A statement showing the opening balances of Plan & Non-Plan grants and the receipts and payments during the year 2012-13 and the closing balance as on 31.3.2013 is enclosed for kind perusal. **(Annexure-1)** As per the statement the figures in respect of Opening Balance, total available funds amount utilized and the balance available are as under. i) Opening balance as ₹46.09 crore. *(as per the reply furnished to Para No.E of SAR for the Annual Accounts for the year ended 31.03.2012 – Copy at **Annexure-2**) ii) Total available funds as ₹297.62 crore. iii) Utilized amount as ₹213.51 crore. iv) The balance as on 31.3.2013 as ₹84.11 crore.
F	**Management Letter** Deficiencies which have not been included in the separate Audit Report have been brought to the notice of the Vice Chancellor University of Hyderabad through a Management Letter issued separately for remedial/corrective action.	Noted for compliance
	v.Subject to our observations in the preceding paragraphs, we report that the Balance Sheet, Income & Expenditure Account and Receipts & Payment 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 University of Hyderabad as at 31st March, 2013; and (b) In so fare as it relates to Income & Expenditure Account of the **Deficit** for the year ended on that date.	**No remarks**

[3] (i) XI Plan Additional Grant (for Infrastructure Development) of ₹15,39,36,000/- sanctioned in March 2012 for the year 2011-12 and received in 2012-13, (ii) XII Plan General Development Grant of ₹79.50 crore, (iii) XII Plan Merged Schemes Grant of ₹0.75 crore, (iv) XII Plan Fellowships for Non-NET M.Phil/Ph.D of ₹1.50 crore and (v) Administrative Staff College Grant of ₹1.30 crore for conduct of Orientation/Refresher Courses

[4] Non-Plan, Internal receipts: ₹9.14 crore and Plan, Interest earned : ₹4.26 crore

[5] Plan ₹65.17 crore and Non-plan ₹137.26 crore

FINANCE OFFICER
UNIVERSITY OF HYDERABAD

ANNEXURE TO SEPARATE AUDIT REPORT		
1	**Adequacy of Internal Audit:** The Annual Action Plan of Internal Audit for the year 2012-13 was prepared to take up audit of only three Departments/Schools. Out of this, audit was completed only in respect of two Schools and Internal audit report was issued only in respect of School of Chemistry. In the year 2011-12, Internal audit was taken up in respect of two Schools only. Thus, Internal Audit mechanism was neither systematic nor adequately strengthened to cover periodically in a fixed time frame, audit of all the Schools/Departments and other Central Offices.	As per the mandate the Internal Audit Office focuses on the pre-check of various purchase and other proposals. Most of the time is devoted for this purpose. Apart from this audit of various School/Departments/Centres is planned phase-wise so as to cover all the Schools/Departments/Centres in a span of 3-5 years. Internal Audit is conducted methodically and in the process contributed in improving internal control systems apart from savings to the University.
2.	**Adequacy of Internal Control:** The internal control system is inadequate to the extent of following omissions noticed in Audit: ➢ An amount of ₹1,48,11,387/- remitted by students towards various fees through challans in thirteen (13) Bank Accounts of State Bank of India, University Campus, though credited by Bank were still not taken in the respective Cash Books. Non-pursuance and non-reconciliation with Bank had resulted in non-depiction of true value of Closing Cash Book Balances as on 31st March 2013. ➢ Temporary Advances of ₹3,14,04,795/- given for purchases & expenses and shown as outstanding as on 31st March 2013, include advances of ₹19,85,219/- sanctioned during 2003-04 to 2010-11, which were not effectively pursued for its adjustment. Besides this, year-wise details for the outstanding Miscellaneous Advances (Part I, II and IV) amount of ₹31,80,60,227/- as on 31st March 2013 were not available and also effective pursuance was not made for settlement of these advances also.	➢ The funding agencies at times are not indicating the complete details while transferring the funds. Entries in Cash Book could not be made for want of details. This issue is being addressed by approaching the Funding Agency as well as with the bank authorities to obtain details/links based on which entries would be made in Cash Book. ➢ Recovery/adjustment of Advances including medical advances which form major portion shall be regulated within three months as per the orders of competent authority. This would facilitate to reduce the period of pendency ➢ Miscellaneous Advances (Part I, II and IV) amount of ₹31,80,60,227/- represent LC payments pending adjustments. Though old one gets cleared but the new additions take place. This is cyclic process and continuing one. However, efforts are on to keep the period of pendency limiting to 6 to 9 months
3	**System of Physical Verification of Fixed Assets:** Physical verification of Assets, Stores / Stock procured during the year 2012-13 was conducted only by eleven (11) out of fifty eight (58) Departments / Schools, themselves. Independent Committees were not formed by the University to carry out Physical verification of Assets, Stores/Stock existing as on 31st March of each year in respect of all the Departments/Schools and eighteen (18) Non-Academic Departments/Central Facilities. The procedure adopted for conduct of physical verification of Assets was also not in consonance with Rule 192 of General Financial Rules 2005 and the system of Physical verification was inadequate. Besides this, Physical verification of Library books was conducted in a cycle of five years i.e. 2007-12 and in the fourth year, the University conducted partial verification of books during May & June 2011, which revealed that out of 41000 books verified, 3206 books were untraceable. The Physical verification of Library Books was not conducted during fifth year (2012) cycle.	Some of the Schools/ Departments have conducted physical verification and submitted reports which were made available to audit. Even though a timely Circular was issued to all the School Schools / Departments / Centres, some of them could not complete the task. Those departments which did not complete the physical verification will be reminded to complete the same at the earliest duly following the procedure laid down in GFRs.

FINANCE OFFICER

4	**System of Physical Verification of Inventory:** There is no system of Physical verification of Inventory.	The University, since inception, has been following the practice of physical verification of stock and goods at various Schools / Departments level where the items are stationed. While compiling the Annual Accounts each year, a Circular is sent to all these units with request to conduct the physical verification of stock / equipment to ascertain the true value / position of the inventory lying at the year end and furnish a Certificate to the F&A to carry out necessary adjustments in case of difference between book balance and physical balance.
5	**Regularity in Payments of Statutory Dues:** Though Statutory dues were paid regularly to the Departments concerned, the University did not furnish the details for ₹1,00,94,699/- reflected in the Balance Sheet being 'Receipts and Recoveries awaiting payment' and still shown under Current Liabilities and Provisions, despite this being pointed out in previous audits.	Efforts are being made to identify the details which will be submitted to audit for verification.

FINANCE OFFICER
UNIVERSITY OF HYDERABAD

Annexure 1

STATEMENT SHOWING THE GRANTS RECEIVED AND EXPENDITURE INCURRED UNDER PLAN & NON-PLAN ACCOUNTS DURING THE FINANCIAL YEAR 2012-13

(Rs. in crore)

	Opening Balance as on 01.04.12		Receipts	Expenditure	Balance as on 31.3.13
XI PLAN DEVELOPMENT ACCOUNT	21.32	Grant	15.39	14.94	21.77
XI PLAN MERGED SCHEMES	1.47	-	-	0.26	1.21
XI PLAN FELLOWSHIPS TO NON NET / M PHIL / PH.D	0.98	-	-		0.98
OBC GRANT	14.54	-	-	10.97	3.57
ACADEMIC STAFF COLLEGE	(0.82)	Grant	1.30	1.05	(0.57)
BALANCES (UPTO XI PLAN)	4.53		-		4.53
XII PLAN DEVELOPMENT ACCOUNT	-	Grant	79.50	43.40	40.36
		Interest	4.26		
XII PLAN MERGED SCHEMES	-	Grant	0.75	0.56	0.19
XII PLAN FELLOWSHIPS TO NON NET / M PHIL / PH.D	-	Grant	1.50	5.06	(3.56)
TOTAL PLAN ACCOUNT	**42.02**		**102.70**	**76.24**	**68.48**
NON PLAN ACCOUNT	4.07	Grant	139.68	137.27	15.63
		Internal Receipts	9.15		
TOTAL NON-PLAN ACCOUNT	**4.07**		**148.83**	**137.27**	**15.63**
GRAND TOTAL	**46.09**		**251.53**	**213.51**	**84.11**

FINANCE OFFICER
UNIVERSITY OF HYDERABAD

Annexure-2

Grant in aid : Closing balances position
As on 31.03.2012.

(Rs in Crore)

Sl no	Particulars			Amount Rs.
1	Opening Balance as on 01.04.11			29.27
2	Receipts			
	Non-Plan			
	Grant (excluding of Rs.22.38 Advance Grant for the Year 2012-13 Received In March 2012)	117.08		
	Internal Receipts	7.48	124.56	
	Plan Schemes			
	i)XI Plan Dev.Grant	37.50		
	ii)Infrastructure Dev.Grant	50.00		
	iii)Grant for Non Net Fellowships - M.Phil/Ph.D	2.50		
	Total Grant -	90.00		
	iv) Interest & Other Receipts (Schedule – 13)	2.67	92.67	217.23
3	Total			246.50
4	Payments			
	Non Plan Account		116.50	
	Plan Schemes			
	i)Academic Staff College	0.78		
	ii)XI Plan General Development grant	64.09		
	iii)OBC Grant	14.82		
	iv)Merged Schemes	0.72		
	v) Non-Net Fellowships M.Phil/Ph.D	3.50	83.91	(-) 200.41
5	Closing Balance as on 31.03.2012			46.09

FINANCE OFFICER
UNIVERSITY OF HYDERABAD

UNIVERSITY OF HYDERABAD

ANNUAL ACCOUNTS

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BALANCE SHEET

UNIVERSITY OF HYDERABAD
HYDERABAD

BALANCE SHEET AS AT 31 ST MARCH, 2013

PARTICULARS	Schedule	Current Year 2012-13 ₹	Previous Year 2011-12 ₹
CAPITAL /CORPUS FUND AND LIABILITIES			
Capital/Corpus Fund	1	5,14,71,75,242	4,49,69,26,003
Earmarked and Specific Funds	2	2,85,99,97,774	2,57,30,16,436
New Pension Scheme		1,85,18,797	2,35,08,112
Provident Fund Account		53,32,40,097	47,96,22,405
House Building Advance Fund		6,52,90,227	6,00,02,148
Provision for Gratuity & Leave encashment		21,18,49,411	14,41,67,358
Endowment Funds	3	1,37,66,409	1,21,26,659
Funds for Visiting Prof. Chairs	4	5,09,04,777	4,71,25,428
Current Liabilities and Provisions	5	88,01,69,505	49,41,18,254
TOTAL		9,78,09,12,239	8,33,06,12,803
ASSETS:			
Fixed Assets (Net Block)	6	4,94,32,22,252	4,49,80,19,343
Capital Work In Progress		40,21,34,703	38,25,45,727
Investments From Earmarked & Endowment Funds	7	1,02,12,96,249	99,06,60,543
Deposits	8	1,61,54,237	1,23,23,301
Current Assets, Loans & Advances	9	3,39,81,04,798	2,44,70,63,889
TOTAL		9,78,09,12,239	8,33,06,12,803

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Finance Officer
University of Hyderabad
Central University P.O.
Hyderabad - 500 046

INCOME

AND

EXPENDITURE

UNIVERSITY OF HYDERABAD
HYDERABAD

INCOME AND EXPENDITURE ACCOUNT FOR THE YEAR ENDED 31.03.2013

Particularas	Schedule	Current Year 2012-13 ₹	Previous Year 2011-12 ₹
INCOME			
Net Maintenance grant received /receivable from UGC towards Part I Revenue Account	10	1,45,69,96,882	1,16,36,87,828
Fee / Subsriptions	11	6,06,92,469	4,54,57,491
Other Income	12	3,39,86,030	2,92,02,794
Grant Received towards Part II Revenue Account	13	27,43,27,596	4,48,12,379
Total		1,82,60,02,977	1,28,31,60,492
EXPENDITURE			
Establishment Expenses	14	1,20,99,33,828	1,08,85,79,508
Other Administrative Expenses etc.	15	54,83,87,096	28,14,21,857
Provision for Gratuity& Leave Encashment (Current year)		6,76,82,053	6,37,07,702
Depreciation	6	9,91,60,674	14,75,61,769
Total		1,92,51,63,651	1,58,12,70,836
Excess of Income over Expenditure		-9,91,60,674	-29,81,10,344

Checked
AO/CAB-02

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Hyderabad - 500 046

SCHEDULES

UNIVERSITY OF HYDERABAD
HYDERABAD

SCHEDULES FORMING PART OF BALANCE SHEET AS AT 31.03.2013

PARTICULARS	Current Year 2012-13	Previous Year 2011-12
	₹	₹
SCHEDULE : 1		
CORPUS / CAPITAL FUND		
A) Capital Fund		
Opening Balance *(Being the Grants in Aid from UGC over the years for Maintenance & Development to the extent Capitalised at the biginning of the year*	4,00,21,48,789	3,65,22,87,527
Add: Maintenance & Development Grant to the extent Captitalized during the Current year	55,52,76,444	64,41,13,137
	4,55,74,25,233	4,29,64,00,664
Add: Grants receivable from UGC towards retirement benefits	14,41,67,358	
Add: Excess of Income over expenditure for the year	-9,91,60,674	-29,81,10,344
Add: Undercapitalisation in Part II during Previous year	0	38,58,469
Closing Balance (Total A:)	4,60,24,31,917	4,00,21,48,789
B) Corpus Fund		
Opening Balance at the bigining of the year	49,47,77,214	42,48,78,284
Add: Additions/Interest During the year	4,99,66,111	6,98,98,930
Less: Interest Accrued of previous year		
Closing Balance (Total B)	54,47,43,325	49,47,77,214
Total (A+B)	5,14,71,75,242	4,49,69,26,003
SCHEDULE : 2		
EARMARKED FUNDS		
Grants in Aid for Specific Purposes (UGC and other Bodies to the extent capitalised at the Beginning of the year)	1,90,83,68,661	1,71,94,26,153
Add: Amounts Capitalised (Omited In Pre Year)	0	1,26,56,126
Add: Amounts Capitalised during the year	36,95,83,651	17,62,86,382
	2,27,79,52,312	1,90,83,68,661
Add: Unspent Balance at the end of the year	57,11,17,256	64,11,39,243
Add: Interest accrued on Earmarked Fund Investment	1,09,28,206	2,35,08,532
Total at the end of the year	2,85,99,97,774	2,57,30,16,436

SUB-SCHEDULE TO SCHEDULE 2 FORMING PART OF THE BALANCE SHEET AS AT 31-03-2013

		EARMARKED SPECIAL FUNDS	UGC	DST	CSIR	OTHER BODIES	2012-13	2011-12
			Rs.	Rs.	Rs.	Rs.	Rs.	Rs.
A)		Opening balance of funds					64,11,39,243	36,42,86,729
B)		Additions to the funds						
	i)	Donations/Grants	14,86,38,504	28,05,44,577	7,44,26,654	35,41,22,646	85,77,32,381	92,35,67,482
	ii)	Income from Investments made on account of funds (received)						
	iii)	Other Additions (Specific Nature)						
		Total (A+B)	**14,86,38,504**	**28,05,44,577**	**7,44,26,654**	**35,41,22,646**	**1,49,88,71,624**	**1,28,78,54,211**
C)		Utilization/Expenditure towards objective of Funds						
	i)	Capital Expenditure/Fixed Assets	9,80,95,587	12,80,96,564	33,90,287	8,50,00,220	31,45,82,658	9,12,93,414
		Others	(14,80,635)	(4,99,09,998)	8,081	10,63,83,545	5,50,00,993	9,76,49,094
		Total	**9,66,14,952**	**7,81,86,566**	**33,98,368**	**19,13,83,765**	**36,95,83,651**	**18,89,42,508**
	ii)	Revenue Expenditure: Salaries/ Wages, Allowances, etc.	17,34,27,924	10,47,71,841	6,38,42,226	21,61,28,726	55,81,70,717	45,77,72,460
		Total C (I+II)	**27,00,42,876**	**18,29,58,407**	**6,72,40,594**	**40,75,12,491**	**92,77,54,368**	**64,67,14,968**
D)		**Closing Balances as on 31-03-2013**					57,11,17,256	64,11,39,243

PARTICULARS	Current Year 2012-13	Previous Year 2011-12
	₹	₹
SCHEDULE : 3		
ENDOWMENT FUNDS :		
For Gifts and Donations	3,95,846	3,95,846
For Instituting Gold Medals	71,04,907	58,17,445
Interest Accrued on Endowment funds	6,66,445	8,25,739
Gift of Books in kind	4,87,629	4,87,629
Donation For Construction of Centre for Women Stu. Building	36,00,000	36,00,000
Donation for Tag digital listening archive equip.	5,11,582	0
Dr. Nataraja Ramakrishna Endowment Fund (in kind)	10,00,000	10,00,000
Total	**1,37,66,409**	**1,21,26,659**
SCHEDULE : 4		
FUNDS FOR VISITING PROFESSOR CHAIRS:		
CSIR Visiting Professorship	23,54,065	23,54,065
ICOS Visiting Professorship	31,96,659	31,96,659
DAE Visiting Professorship	56,90,446	56,90,446
ILS Visiting Professorship	1,60,36,464	1,40,26,511
Ford foundation Chair	97,70,600	97,70,600
Pratt & Whitney Chair	82,75,197	80,27,009
Interest accrued on Investments	55,81,346	40,60,138
Total	**5,09,04,777**	**4,71,25,428**
SCHEDULE : 5		
CURRENT LIABILITIES AND PROVISIONS:		
Student Funds	81,06,788	69,12,619
EMD and Security Deposits	9,06,56,510	7,33,41,379
Accademic Development Fund	4,48,99,667	3,88,37,705
Campus School Student fund	75,93,692	63,09,604
Liability for staled cheques	24,67,050	15,41,238
Receipts and Recoveries awaiting payment	1,00,94,699	90,49,521
Maintenance grant for 2013-14 received in advance	30,54,01,000	22,38,56,000
unspent balance	19,62,29,539	-
Provisions for :		
Salaries and DA arrears	9,97,11,700	7,49,39,121
Pension and DA arrears	77,28,101	62,93,959
Staff welfare expenses	9,21,806	-
Electricity, water and Telephone exp.	1,84,96,097	99,03,114
other administrative expenses	1,37,22,964	-
Capital Expenditure	6,37,20,762	4,31,33,994
Leave salary payable to retired employees retired before 31.03.2013	95,77,920	-
Leave salary and pension contribution payable to other organisations	8,41,210	-
Total	**88,01,69,505**	**49,41,18,254**

UNIVERSITY OF HYDERABAD

HYDERABAD

SCHEDULE : 6

FIXED ASSETS :

Description	Gross Blaock					Rate of* Depre-ciation	Depreciation Block				NET BLOCK	
	As on 01.04.2012	Additions during the Year> 6M	Additions during the Year< 6M	Transfers /Adjustments during the Year	Cost as at 31.03.2013		As at 01.04.2012	On Op. Bal. & Additions during the year	Transfers /Adjustments during the the year	Total up to 31.03.2013	As at 31.03.2013	As at 31.03.2012
	₹	₹	₹	₹	₹		₹	₹	₹	₹	₹	₹
1) Land (Freehold)	1	0	0		1	0.00%	0			0	1	1
2) Buildings (on Free hold Land)												
Buildings	1,75,99,46,765	1,71,84,710	7,29,54,508	2,67,38,148	1,87,68,24,131	1.63%	9,67,31,394	2,99,97,654.00	2,17,916.00	12,69,46,964	1,74,98,77,167	1,66,32,15,371
Compound Boundary Wall	2,90,36,625	1,27,577	49,90,954		3,41,55,156	1.63%	9,51,615	5,16,053.00		14,67,668	3,26,87,488	2,80,85,010
Entrance Gate	4,10,599	0	0		4,10,599	1.63%	81,833	6,693.00		88,526	3,22,073	3,28,766
Roads & Culverts	14,57,47,756	41,38,396	24,55,737	15,16,920	15,38,58,809	1.63%	1,12,60,197	24,87,885.00	49,452.00	1,37,97,534	14,00,61,275	13,44,87,559
Water Supply Arrangements	2,46,71,047	22,30,522	21,52,188		2,90,53,757	1.63%	25,92,412	4,56,036.00		30,48,448	2,60,05,309	2,20,78,635
Plant Machinery & Equip.												
Tools and Plant	8,03,057	0	87,800		8,90,857	4.75%	4,83,841	40,230.00		5,24,071	3,66,786	3,19,216
Scientific Equipment	81,87,49,810	5,34,53,838	7,51,64,406	8,04,718	94,81,72,772	4.75%	15,88,61,491	4,32,53,052.00	31,262.00	20,21,45,805	74,60,26,967	65,98,88,319
						4.75%				0		
Workshop Machinery	12,84,064	0			12,84,064	4.75%	7,73,648	60,993.00		8,34,641	4,49,423	5,10,416
Generators	61,06,051	0	25,91,502		86,97,553	4.75%	14,34,742	3,51,586.00		17,86,328	69,11,225	46,71,309
Vehicles												
General	1,52,19,913	0			1,52,19,913	11.31%	85,70,234	17,21,372.00		1,02,91,606	49,28,307	66,49,679
Furnitures and Equipments												
General	25,18,23,189	1,85,08,876	3,31,90,306	-98,174	30,34,24,197	9.50%	7,32,47,779	2,72,48,759.00	-26,846.00	10,04,69,692	20,29,54,505	17,85,75,410
PABX Facilities	51,31,333	0	0		51,31,333	4.75%	44,23,123	2,43,738.00		46,66,861	4,64,472	7,08,210
Computers and Peripherals												
General	19,35,91,571	45,93,336	1,50,73,243	1,49,908	21,34,08,058	16.21%	14,39,67,405	3,33,71,760.00	12,150.00	17,73,51,315	3,60,56,743	4,96,24,166
Electrical Installations												
General *	8,70,21,335	31,05,510	3,76,10,712		12,77,37,557	4.75%	2,95,17,745	51,74,280.00		3,46,92,025	9,30,45,532	5,75,03,590
Library Books												
General	41,32,33,558	73,41,737	1,42,89,204	-6,92,84,671	36,55,79,828	4.75%	11,87,04,172	2,03,35,129.00	-2,04,00,601.00	11,86,38,700	24,69,41,128	29,45,29,386
e- journals	4,79,91,777	0	0	-4,79,91,777	0	33.33%	4,61,25,406		-4,61,25,406.00	0	0	18,66,371
Other Assets:												
Sports Facility	33,54,228	0	7,84,638	-5,67,503	35,71,363	4.75%	6,89,536	1,51,005.00	-13,478.00	8,27,063	27,44,300	26,64,692
Sub Total	**3,80,41,22,679**	**11,06,84,502**	**26,13,45,198**	**-8,87,32,431**	**4,08,74,19,948**		**69,84,16,573**	**16,54,16,225**	**-6,62,55,551**	**79,75,77,247**	**3,28,98,42,701**	**3,10,57,06,106**

SCHEDULE : 6

FIXED ASSETS :

Description	Gross Block					DEPRECIATION BLOCK					NET BLOCK	
	as on 01.04.12	Additions during the Year> 6M	Additions during the Year <6m	Transfers /Adjustments during the Year	Cost as at 31.03.2013	Rate of Depre-ciation	As at 01.04.2012	On Additions during the year 2012-13	Transfers /Adjustments during the the year	Total up to 31.03.2013	As at 31.03.2013	As at 31.03.2012
	₹	₹	₹	₹	₹		₹	₹	₹	₹	₹	₹
Earmarked & Specific Funds												
Buildings (Free hold land)	18,48,66,409	0	3,92,79,203		22,41,45,612		0	0	0	0	22,41,45,612	18,48,66,409
Plant Machinery & Equipment												
Generators (Earmarked Funds)	14,95,240	0	0		14,95,240		0	0	0	0	14,95,240	14,95,240
CMSD Facility	6,82,78,084	0	0		6,82,78,084		0	0	0	0	6,82,78,084	6,82,78,084
Equipment (Earmarked funds)	96,18,39,605	0	21,77,13,762	-31,92,315	1,17,95,53,367		0	0	0	0	1,17,95,53,367	96,18,39,605
Furnitures and Fixtures												
Earmarked & Specific Funds	1,70,74,431	0	5,46,467		1,76,20,898		0	0	0	0	1,76,20,898	1,70,74,431
Office Equipment												
Reprographic Equipment (ESF)	4,50,211	0	0		4,50,211		0	0	0	0	4,50,211	4,50,211
Vehicles												
Earmarked & Specific Funds	29,87,596	0	56,524		30,44,120		0	0	0	0	30,44,120	29,87,596
Computers and Peripherals												
Earmarked & Specific Funds	4,89,72,766	0	1,60,457	31,92,315	4,91,33,223		0	0	0	0	4,91,33,223	4,89,72,766
Library Books												
Earmarked & Specific Funds	10,63,48,895	0	33,09,901		10,96,58,796		0	0	0	0	10,96,58,796	10,63,48,895
												0
Sub Total:	1,39,23,13,237	0	26,10,66,314	0	1,65,33,79,551	0.00%	0	0	0	0	1,65,33,79,551	1,39,23,13,237
GrandTotal:	5,19,64,35,916	11,06,84,502	52,24,11,512	-8,87,32,431	5,74,07,99,499	0.00%	69,84,16,573	16,54,16,225	-6,62,55,551	79,75,77,247	4,94,32,22,252	4,49,80,19,343

PARTICULARS	Current Year 2012-13	Previous Year 2011-12
	₹	₹
<u>SCHEDULE : 7</u>		
INVESTMENTS		
Dr. Nataraja Ramakrishna Endowment Fund Investment (In Kind)	10,00,000	10,00,000
LONG TERM INVESTMENTS FROM EARMARKED / ENDOWMENTS FUNDS		
(i) Provident Fund Investments	47,18,20,577	44,16,83,811
(ii) New Pension Scheme Investments	75,30,000	2,37,30,000
(iii) Endowment Investments	68,38,798	57,39,770
(iv) Corpus Fund Investments	45,35,00,455	44,96,93,579
(v) CSIR Visiting prof.Investment	26,36,367	26,36,367
(vi) ICOS Visiting prof.Investment	26,07,478	26,07,478
(vii) DAE Visiting prof.Investment	57,32,778	57,32,778
(viii) HBA Investments	3,91,11,408	2,96,11,408
(ix) ILS Visiting Professorship Investments	1,20,09,900	1,00,00,000
(x) Ford Foundation Chair Investmens	1,00,02,102	1,00,02,102
(xi) Pratt & Whitny Chair	85,06,386	82,23,250
Total	1,02,12,96,249	99,06,60,543
<u>SCHEDULE : 8</u>		
Deposits		
Deposits with other organisations/Companies	50,73,537	12,42,601
Deposits with other departments/Companies	1,10,79,900	1,10,79,900
Deposits Earmarked and Specific purposes	800	800
Total	1,61,54,237	1,23,23,301

PARTICULARS	Current Year 2012-13	Previous Year 2011-12
	₹	₹
SCHEDULE : 9		
CURRENT ASSETS, LOANS & ADVANCES		
Margin Money for LC - Part I & II	3,91,17,643	3,74,48,650
Margin Money for LC (Earmarked & Specific)- Part III	4,95,78,008	5,00,74,490
Miscellaneous Advances :		
PART - I & II & IV	31,80,60,227	25,76,70,583
PART- III Earmarked and Specific funds	52,27,90,048	46,80,76,229
Advances with CPWD for deposit works	13,30,00,000	0
House Building fund advances	1,11,62,884	1,65,18,778
Loans and Advances (Staff)	67,72,082	1,06,72,511
Temporary Advances for puchases & Expenses	3,14,04,795	2,88,02,722
Grant receivable from UGC towards retirement benefits on account of Provison	21,18,49,411	0
Leave salary and pension receivable from other organisations	32,93,364	0
Interest Accrued on Investments (Corpus, Endowment, Chairs Funds & HBA)	6,91,97,075	3,46,49,538
Interest Accrued on Investments (TDRs-Part-I,II & III)	1,39,22,601	3,53,28,891
Interest Accrued on Provident Fund Investments	5,90,13,872	4,10,90,394
Interest Accrued on New Provident Fund Scheme Investments	3,07,364	2,43,755
Prepaid Electronic data Subsriptions	1,36,13,608	0
Prepaid Insurance for Vehicles	1,55,849	78,606
Prepaid insurance and AMC for T V Studio	0	0
Prepaid insurance and AMC for CNF	3,99,930	0
Prepaid insurance and AMC for CMSD	1,94,463	17,701
Licence fee due from shoping complex etc	0	1,03,563
Cash & Bank Balances :		
Cash at Bank	55,71,90,298	48,77,66,200
Term Deposits with Banks	1,35,64,47,289	97,12,95,124
Cash on Hand:		
a) Cash (Cheques)		66,18,154
b) Imprest	5,29,000	5,29,000
c) Franking Machine Balance	1,04,987	79,000
Total	**3,39,81,04,798**	**2,44,70,63,889**

UNIVERSITY OF HYDERABAD
HYDERABAD
SCHEDULES SHOWING INCOME FORMING PART OF THE INCOME AND EXPENDITURE ACCOUNT FOR THE YEAR ENDED ON 31.03.2013

PART I - MAINTENANCE (NON - PLAN) ACCOUNT

PARTICULARS			Current Year 2012-13 ₹	Previous Year 2011-12 ₹
SCHEDULE : 10				
Grants Received:				
Maintenance grant received			1,47,83,76,000	1,39,46,40,000
Grant Utilised for non-revenue			-75,16,171	-70,96,172
Less: Advance grant for Next year received during current year			-30,54,01,000	-22,38,56,000
Add: Advance grant received in the previous year for current year			22,38,56,000	0
Grant receivable from UGC towards retirement benefits on account of Provison			6,76,82,053	0
Less: unspent balance carried forward to next year			0	
Grant taken to Income & Expenditure Account			1,45,69,96,882	1,16,36,87,828
SCHEDULE : 11				
FEE / SUBSCRIPTIONS				
a) Fee from Students				
Academic Fee			3,80,18,402	3,64,10,342
Examination fee			11,97,775	13,92,227
Hostels fee			26,29,466	11,31,200
Sale of Application forms and Prospectus			1,73,99,893	52,51,595
b) Fee from maitained schools and institutions			14,46,933	12,72,127
Total			6,06,92,469	4,54,57,491
SCHEDULE : 12				
OTHER INCOME				
Income from Buildings Land & Other Properties			47,37,618	43,38,981
Library Receipts			3,34,526	2,64,723
University works department receipts			3,450	95,003
Transport Dept.Receipts			5,73,751	13,15,419
Horticulture Dept receipts			30,900	36,870
Int. Realised on Part I Investments	2012-13	2011-12		
Reasised during the year	13,045,464	8,312,698		
Add:Accrued Int.accrued at end of curret year	82,192	31,234		
Less: Accrued int.at the end of previos year	-31,234	0	1,30,96,422	83,43,932
Miscellaneous Receipts			1,49,25,060	1,35,55,665
Other Departments Receipts			3,87,866	14,29,662
Less: Licence fee due from Shoping complex etc (opening Balance)			-1,03,563	-2,81,024
Add: : Licence fee due from Shoping complex etc (Closing Balance)			0	1,03,563
Total			3,39,86,030	2,92,02,794

PARTICULARS			Current Year 2012-13	Previous Year 2011-12
			₹	₹
PART - II (DEVELOPMENT PLAN ACCOUNT)				
SCHEDULE : 13				
RECEIPTS TOWARDS PART II REVENUE A/C				
Yoga centre Receipts				
Int. Realised on Part II Investments	2012-13	2011-12	0	14,150
Reasised during the year	42,610,901	26,671,411		
Add:Accrued Int.accrued at end of curret year	2,912,203	11,789,125		
Less: Accrued int.at the end of prev. year part IV	0	-114,381		
Less: Accrued int.at the end of previos year	-11,789,125	- 8,083,875	3,37,33,979	3,02,62,280
Grant Received from UGC				
General Development fund :				
OBC grant				
Non-net fellowships				
Merged schemes				
Total			98,44,36,000	64,93,75,000
Less: Grant utilised for Non Revenue purpose			-54,76,12,844	-63,48,39,051
Less: unspent balance carried forward to next year			-19,62,29,539	
Total			27,43,27,596	4,48,12,379
SCHEDULE : 14				
Establishment Expenses:				
Salaries and Wages			87,17,17,412	83,56,82,269
Pension and Retirment Benefits			18,40,62,598	13,91,42,411
Staff welfare Expenses			5,08,66,981	3,42,67,900
Salaries and wages (Academic Staff College -Part II)			29,15,158	31,23,796
Faculty Salaries under Plan - Part II			2,36,80,583	2,33,46,621
Faculty and N.T.Staff Salaries under OBC Grant - Part II			4,95,62,569	4,70,89,148
Less: Salaries due for March of Previous Year			-7,49,39,121	-7,00,02,430
Less: Pension due for Marech of Previouw year			-62,93,959	-53,03,287
Add: Salaries and DA Arrears due for March of Current year			9,97,11,700	7,49,39,121
Add: Pension and DA Arrears due for March of current year			77,28,101	62,93,959
Add: Provision for Staff welfare Expenses			9,21,806	0
Total			1,20,99,33,828	1,08,85,79,508

PARTICULARS	Current Year 2012-13	Previous Year 2011-12
	₹	₹
SCHEDULE : 15		
ADMINISTRATIVE EXPENSES		
Printing and Stationery	7,71,634	20,02,472
Postage, telphone and Commu.charges	22,80,583	22,90,740
Travelling and Conveyance	49,00,429	37,41,984
Repairs and Maintenance Exp.	3,32,01,006	1,23,19,499
Merged schemes Expenditure (Part II)	70,89,659	34,18,976
Advertisement Exp.	1,44,68,118	1,45,17,588
Legal and professional charges	4,53,120	2,34,000
Academic and Examination Expenses	5,97,65,834	4,83,02,246
Hostel and Student Expenses	81,12,845	37,39,563
Electronic Data subsription	12,04,39,796	0
Other Administrative Expenses	8,24,52,079	3,26,66,732
Rates and Taxes	6,15,692	0
Electricity and water charges	15,14,42,194	11,44,36,797
Vehicles running and maintenance	36,99,844	34,78,946
Fellowships	5,14,21,852	3,56,68,526
Academic Staff College Expenses	72,72,411	46,03,788
Total	**54,83,87,096**	**28,14,21,857**

RECEIPTS

AND

PAYMENTS

UNIVERSITY OF HYDERABAD

RECEIPTS AND PAYMENTS ACCOUNT FOR THE YEAR ENDED 31.03.2013

RECEIPTS	Sch. No		Current year 2012-13		Previous year 2011-12
				₹	₹
I. Opening Cash and Bank Balances			1,49,50,11,200		80,15,64,989
II (A) Grants Received (Maint & Develo)					
From University Grants Commission :					
Maintenance(Non - Plan) Account (Part - I)	1	1,47,83,76,000		1,39,46,40,000	
Development (Plan) Account (Part - II)	4	98,44,36,000		90,00,02,000	
			2,46,28,12,000		2,29,46,42,000
II (B) Grants Received (Specific Purp)					
From University Grants Commission (Part III) From Government of India (Part III)	6	14,84,90,244		18,35,60,410	
For Fellowships and Scholarships (Part - III)	7	0		0	
For Specific Purposes & Projects (Part - III)	10	33,72,04,507		43,66,75,916	
			48,56,94,751		62,02,36,326
From State Governments					
For Fellowships and Scholarships (Part - III)	8	2,19,95,397		1,83,28,343	
For Specific Purposes & Projects (Part - III)	11				
			2,19,95,397		1,83,28,343
From Other Sources					
For Fellowships and Scholarships (Part - III)	9	6,74,66,886		11,54,09,981	
For Specific Purposes & Projects (Part - III)	12	16,07,86,793		9,40,12,423	
			22,82,53,679		20,94,22,404
III. Income On Investments From:					
A) Earmarked and Endowment Funds					
i) Earmarked and Specific Purpose funds	14	7,53,84,479		2,68,37,549	
ii) Endowment funds	22	4,91,347		3,91,514	
			7,58,75,826		2,72,29,063

Interest on maintenance grant	2	1,30,45,464		83,12,698	
Interest on X th Plan Grant (Part - II)	5	4,26,10,901		2,66,71,411	
Interest on Corpus Fund, Chairs & Endowments	22	1,22,04,804	6,78,61,169	3,51,43,871	7,01,27,980
IV. Other Income					
Maintenance Non-Plan Account (Part - I)	2	6,39,83,154		4,85,24,345	
Development Plan Account (Part - II)	5	0		14,150	
Earmarked and Special Funds (Part - III)	13	4,64,04,075	11,03,87,229	4,87,42,860	9,72,81,355
V. Other Receipts					
Maintenance Non-Plan Account (Part - I)	3	1,44,09,121		1,79,69,469	
Receipts on Account of Part - IV					
1) Provident Fund	15	25,44,00,108		90,00,21,100	
2) Revolving Fund For HBA	16	4,48,17,766		2,52,66,311	
3) SDs & EMDs	17	2,68,22,097		4,11,68,368	
4) Students Fund	18	1,40,48,985		1,56,12,502	
5) Hostel Fund	19	3,62,343		13,31,130	
6) Campus School	20	25,55,095		22,72,305	
7) Visiting Prof Chairs	21	1,49,80,043		2,19,66,139	
8) Endowments for Gold medals	22	8,50,000		4,33,248	
9) VC's Discretionary Fund	22	1,00,000		1,00,000	
10) Corpus Fund (Realisation of TDR)	22	8,96,93,124		35,39,57,723	
11) Addition to Corpus fund during the year	22	2,39,91,598		4,30,11,967	
12) F.O.Deposits	22	19,38,81,278	68,09,11,558	18,12,34,586	1,60,43,44,848
TOTAL			5,62,88,02,809		5,74,31,77,308

UNIVERSITY OF HYDERABAD
RECEIPTS AND PAYMENTS ACCOUNT FOR THE YEAR ENDED 31.03.2013

PAYMENTS	Sch. No		Current year 2012-13	₹	Previous year 2011-12 ₹
I. Expenses					
a) Establishment Expenes					
Maintenance Non-Plan A c (Part - I)	23	1,04,53,60,880		97,48,24,680	
Development Plan A c (Part - II)	26	12,67,20,077		10,85,28,391	
Staff Personal Claims and others		5,08,66,981		3,42,67,900	
b) Administrative Expenses					
Maintenance Non-Plan A c (Part - I)	24	27,94,67,680		15,57,02,833	
Development Plan A c (Part - II)	27	72,55,969		46,03,788	
			1,50,96,71,587		1,27,79,27,592
II. Payments made against funds for various projects.					
Fellowships and Scholar ships					
a) University Grants Commission	29(a)	13,94,62,494		14,28,60,510	
b) CSIR	29(b)	5,87,46,148		6,41,48,298	
c) Other Bodies	29(c)	2,30,91,090		2,39,25,909	
d) Corpus fund Felowships	35	0		1,57,92,096	
For Specific Purposes					
a) University Grants Commission	30(a)	13,05,80,382		2,71,92,907	
b) Government of India	30(b)	46,00,40,070		27,53,78,605	
c) Other Bodies	30(c)	11,58,34,183		11,32,08,739	
			92,77,54,367		66,25,07,064
III. Investments and Deposits Made					
a) Out of Earmarked / Endowment funds					
Ford Foundation Chairs Investments	35	0		0	
b) Out of own funds (Investment others)					
1) Corpus Fund investments	35	9,35,00,000		40,34,21,099	
2) MBA Fund investment	34	0		0	
3) Patt & Whitney Chair Investment	35	21,53,460		82,23,250	
ILS Chair Investment	35	1,20,09,900		0	
ICOS investments	35	0		0	
4) CSIR -TDR Investment	35	0		26,36,367	
			10,76,63,360		41,42,80,716

	Schedule				
IV. Expenditure on Fixed Assets / Capital Work in Progress.					
a) Expenditure on Capital A c (Part - IB)	25	0		1,31,625	
b) Expenditure on Capital A c (Part - II)	28	62,84,38,814		72,59,47,430	
c) Miscelleneous	25	-30,29,941		63,705	
			62,54,08,873		72,61,42,760
V. Finance Charges					
VI. Other payments					
Expenditure on One time special grant	25	0		0	
Payments (Providen fund)	31	23,76,95,584		91,85,25,951	
Payments (Revolving fund for HBA)	32	4,45,02,724		2,52,90,464	
Payments (Student fund)	34	68,54,696		58,46,791	
V.C's Discretionary Fund	35	1,86,023		40,878	
Endowments for Instituting Gold Medals	35	53,885		38,277	
Endowments for Instituting Gold Medals (investment)	35	42,08,747		47,61,619	
Pratty & Whitney Chair -Expenditure	35	34,948		42,968	
UH Campus School	35	11,23,578		8,13,497	
Caution Money Deposit (Campus school)	35	0		2,52,785	
Computer fund (Campus School)	35	0		0	
Infrastructure fund (Campus school)	35	1,47,429		1,70,119	
FO's Deposits	35	19,28,36,100		18,14,34,191	
CSIR Chair- Expenditure	35	0		1,39,058	
DAE chairs Investment	35	0		35,09,281	
Development fund Exxpenditure	35	0		0	
Security deposits & EMDs	33	95,09,166		2,39,84,958	
IMS Opthomology science	35	0		4,59,546	
ILS Chair Expenditure	35	0		16,000	
Others	35	1,55,80,360		19,81,593	
			51,27,33,240		1,16,73,07,976
VII. Closing Balances					
Deposits at Bank		1356447289		97,12,95,124	
Cash at Bank		557190298		48,77,66,200	
Cash on hand (Cheques) 0				66,18,154	
Imprest 5,29,000				5,29,000	
Temporary Advance 3,14,04,795		31933795		2,88,02,722	
			1,94,55,71,382		1,49,50,11,200
TOTAL			5,62,88,02,809		5,74,31,77,308

वित्त अधिकारी / Finance Officer
हैदराबाद विश्वविद्यालय / University of Hyderabad
केंद्रीय विश्वविद्यालय डा.घ./ Central University P.O.
Hyderabad-500 046.

SIGNIFICANT ACCOUNTING POLICIES:

1. BASIS FOR PREPARATION OF ACCOUNTS

1.1 The Accounts of the University are prepared on the basis of historical cost convention and on the accrual method of accounting, unless otherwise stated.

1.2 For classification of the expenditure under Capital & Revenue, the University follows the provisions of General Financial Rules and other orders issued by the Government of India and the University Grants Commission from time to time.

2. REVENUE RECOGNITION

2.1 Non-plan and Plan grants from UGC are accounted on accrual basis.

2.2 Grants / receipts from sponsoring agencies are accounted on cash basis.

2.3 Income from fee of students, sale proceeds from sale of Admission forms, rents from land, buildings, other property and interest on savings bank accounts are accounted on cash basis.

2.4 Interest on advances sanctioned to staff is being accounted on cash basis.

3. FIXED ASSETS AND DEPRECIATION

3.1 Fixed assets are stated at cost of acquisition inclusive of inward freight, duties and taxes and incidental and direct expenses related to acquisition, installation and commissioning.

3.2 Gifted / Donated Assets are valued at the declared value. If declared value is not available, it is estimated on approximate basis and based on the physical condition of the asset.

3.3 Fixed assets are stated at cost less depreciation. Depreciation on fixed assets is provided on Straight Line Method, at the following rates;

1.	Land	0%
2.	Buildings	1.63%
3.	Road & Bridges	1.63%
4.	Tube wells & Water supply	1.63%
5.	Electrical Installation and Equipment	4.75%
6.	Plant Machinery	4.75%
7.	Scientific & Laboratory Equipment	4.75%
8.	Office Equipment/PABX	4.75%
9.	Computers & Peripherals	16.21%
10.	Furniture, Fixtures & Fittings	9.5%
11.	Vehicles	11.31%
12.	Library Books & Scientific Journals	4.75%
13.	Others (Sports Facility)	4.75%

Depreciation is provided at the above rates on additions during the year for a period of 6 months or more. For additions less than 6 months, depreciation is provided at half of the above rates.

3.4 The fully depreciated assets are carried at a nominal value of Re.1/- in the Balance Sheet.

3.5 Assets created out of Earmarked Funds & Sponsored Research Projects, where the ownership of such assets does not vests with the University, no depreciation is provided.

4. Electronic Journals (e-journals) are only Electronic Data Base subscriptions with an access rights of 12 months only. Considering the period of accession, the expenditure incurred towards subscriptions are charged off during the period of usage.

5. STOCKS

Expenditure on chemicals, glassware, publications, stationery and other stores is charged off to Income and Expenditure in the year of purchase / payment.

6. *RETIREMENT BENEFITS*

Retirement benefit i.e. pension is accounted on cash basis.
Provision for 15 days emoluments both for gratuity and leave encashment provisionally made for all the eligible employees from the year 2009-10.

The UGC has made it mandatory to follow accrual accounting system from the financial year 2013-14 onwards and this aspect is under consideration. Pending final decision, status quo is maintained towards gratuity and leave encashment

7. INVESTMENTS

Long term investments are stated at cost. However, if there is any permanent diminution in their value, provision is made.

8. FOREIGN EXCHANGE

The foreign currency transactions are accounted for at the exchange rates prevailing on the date of the transactions.

9. INCOME TAX

The income of the University is exempted from Income Tax under Section 10(23c) of the Income Tax Act 1961. No provision for tax is therefore made in the accounts.

10. ADVANCES

House Building Advance Fund:
A revolving fund for giving advances towards purchase of houses/flats by employees has been created. The repayments towards principal and interest earned on these advances, realization of interest on investments are credited to this fund.

11. CORPUS FUND:

University has created a Corpus Fund during 1993 as per Executive Council resolution item No. EC:93:93:30 dated 27-10-1993. The resources of Corpus Fund are from Overhead money sanctioned by the funding bodies for the Specific Purposes Research Projects and consultancies undertaken by the Faculty and the interest earned on the investment of the Corpus Fund. The Executive Council of the University at its meeting held on 21-3-1998 vide resolution No. EC:108:98:15 – resolved that only interest from the Corpus Fund can be utilized for the developmental and other activities of the University, as approved by EC from time to time.

The Executive Council at its 157th meeting held on 4.12.2012 approved the following ratio for sharing of the overheads.

> 50% to Corpus Fund; 30% to Project Investigators: 20% to the Centralized Overheads Account.

12. RESEARCH & DEVELOPMENT EXPENSES

The recurring expenses related to R & D under Plan/Non-Plan are charged to Income and Expenditure in the year of incurrence.

13. RECEIPT OF GRANTS

12.1 Capital Grants from UGC are transferred to the Capital Fund, to the extent utilized towards capital expenditure.

12.2 Unspent grants **(including advances paid out of such grants)** are carried forward and exhibited under current Liabilities.

14. UNIVERSITY FELLOWSHIPS:

The University also awards Fellowships, which are accounted as Academic / Other Charges under Part I – Maintenance Grant of the University.

Finance Officer

Finance Officer
University of Hyderabad
Central University P.O.
Hyderabad - 500 046

NOTES TO ACCOUNTS:

1. Previous year figures have been grouped and re-grouped wherever necessary for proper presentation along with the current year accounts.

2. In the Accounts the Part – I, Part – II, Part – III & Part – IV respectively relates to Maintenance Grant Account, Development Grant Account, Earmarked Special Funds Account & Debt Deposits and Advances Account.

3. **Common format of Accounts:**

   The University prepared Annual Accounts of the University from the year 2004–05 in uniform format of accounts for central autonomous bodies approved by the Ministry of Human Resource Development, New Delhi and the University Grants Commission, New Delhi and improvements are being gradually made over the previous years.

4. **Contingent Liabilities:**

   4.1 81 suits filed against the University by the former / present employees and firms were pending for Judgment by various courts. They were establishment and other related matters (viz Pay Scales & Promotions, etc.). The quantum of the claims is not ascertainable.

   4.2 Following are the various claims against the University, but not acknowledged as debt.

   i) A claim of M/s S R Agencies towards AMC charges amounting to Rs.10,57,480/- and interest thereon (previous year:Rs.10,57,480/-)

   ii) The Letter of Credit opened by the bank on behalf of the University and outstanding as on 31.3.2013 is Rs.8,86,95,651/- (previous year: Rs. 8,75,60,501/-).

   iii) Claim of GHMC of property tax amounting to Rs.4,73,16,112/- (previous year: Rs.4,08,75,910/-)

   iv) Claim of Hyderabad Metropolitan Water supply and Sewerage Board of Sewerage Cess amounting to Rs.4,35,40,680.42/-(Stay granted) (previous year: Rs.3,13,85,484/-)

   v) Repairs of transformers (ESENNAR) 2 x 2 MVA – Rs.16,26,934/- (previous year: Rs.Nil)

   vi) R & C Charges levied by APCPDCL – Rs.2,15,17,452/- (previous year: Rs.Nil)

5. **SPONSORED PROJECTS:**

The University is receiving Grants-in-aid for Earmarked Specific Purpose Research Projects from various Funding Bodies such as DST, CSIR, DBT, ICMR, DAE & ICAR, etc., in installments. The University is furnishing Statement of Expenditure and Utilization Certificates to these Funding Bodies periodically to release next and subsequent installment of grants.

6. **E-Journals / Electronic Data Subscriptions:**

In view of the change in accounting policy on e-journals treating them as "Electronic Data Subscriptions", the following adjustments have been made in the books of accounts:

E-journals charged off to income & expenditure account	Rs.11,59,01,927
Add: current year's subscriptions charged off	Rs.45,37,869
Total expenditure debited to income & expenditure account as "Electronic Data Subscriptions"	Rs.12,04,39,796
Less: Accumulated depreciation up to 2011-12 on Rs.11,59,01,927	Rs.6,53,87,927
Net deficit increased on account of e-journals	Rs.5,50,51,869

The total net deficit increased on account of change in the accounting policy works out to Rs.91,14,658/-

Accordingly, all the e-journals classified under e-journals / general books have been rectified.

7. **Provision for gratuity and leave encashment:**

A provision for gratuity and leave encashment was initiated during the year 2009-10 on adhoc basis. Accordingly, a provision was made for 15 days emoluments both for gratuity and leave encashment for all the eligible employees for the year 2012-13 amounting to **Rs.6,76,82,053 /-.** This was debited to Income and Expenditure account and shown as a "provision for gratuity and leave encashment" on the liabilities side of the Balance sheet. This amount was shown as receivable from UGC in current assets and as grants receivable in the income and expenditure at income side on accrual basis. However, the provision made in the earlier years (2009-10 to 2011-12) amounting to Rs.14,41,67,358/- was shown as amounts receivable from UGC and corresponding credit was given to capital fund, during the current year (2012-13).

A reference is drawn to Accounting Policy No. 5 on Retirement Benefits. Provision for retirement benefits is under consideration of UGC, which is working out modalities in consultation with ICAI.

The UGC has made it mandatory to follow accrual accounting system from the financial year 2013-14 onwards and this aspect is under consideration. Pending final decision, status quo is maintained towards gratuity, leave encashment.

8. Interest on Savings bank accounts:

The interest earned during the year 2012-13 on various savings bank accounts are as under:

Part-I Maintenance - Rs.30,89,351
Part-II Development - Rs.27,51,592
Part-III Earmarked Funds - Rs.66,71,863
Part-IV Deposits - Rs.15,64,162

The Interest on Part-I and Part-II has been added to Income & Expenditure A/c and included in "interest earned on respective funds".. The interest on Part-III & Part-IV are included in the respective funds a/c.

9. For the observations of previous audit, necessary adjustments were made during the current year.

10. As per the audit observation, it is mentioned that the closing balances of Hostels and Guest House accounts as on 31-03-13 was Rs. **1,54,36,880.49/-**. This amount was not part of University accounts, as they relate to Boarding/Mess charges collected from the Guests/Students. The utilization of these amounts will be ensured by the Hostel concerned through their respective mess committees.

SL No	Name of the Hostel	Account No.	Amount Rs.
1	Men's Hostel-D	10222816079	3,46,869.49
2	Men's Hostel-E & F	10222816068	8,47,721.93
3	Men's Hostel-G	10222816807	4,39,125.73
4	Men's Hostel-H	30119320106	2,31,571.00
5	Men's Hostel-I	30510498490	96,139.00
6	Men's Hostel-J	31043217390	7,62,307.00
7	International Students Hostel	10222816738	62,507.26
8	Ladies Hostel North	10222816024	12,74,108.08
9	Ladies Hostel South	3249567529	2,03,186.00
10	Hostel Fund	32410517606	1,03,85,284.00
11	Guest House	30012526899	7,88,061.00
	TOTAL		**1,54,36,880.49**

11. Land admeasuring 77.11 acres was allotted on lease to the following Institutions / organizations / Companies.

S.No.	Name of the Institution / organization / company	Land under lease (in acres)
01	Jawahar Navodaya Vidyalaya	30.00
02	BSNL	1.00
03	APSEB	5.20
04	APSRTC	9.91
05	SAAP (Hockey Stadium)	14.00
06	CR Rao Institute	5.00
07	AMDISA	2.00
08	ILS	10.00
	Total	**77.11**

AR/CAB-02

Finance Officer

Finance Officer
University of Hyderabad
Central University P.O.
Hyderabad - 500 046