

**AUDIT REPORT AND AUDITED ANNUAL ACCOUNTS FOR THE  
YEAR 2005-06**

**Audit Certificate**

I have audited the attached Balance Sheet of Rashtriya Sanskrit Sansthan as at 31<sup>st</sup> March, 2006 and the Income and Expenditure Account and Receipts and Payments Account for the year ended 31<sup>st</sup> March 2006. These financial statements include the accounts of ten Regional Campuses. Preparation of these financial statements is the responsibility of the management of the Sansthan. My responsibility is to express an opinion on these financial statements based on my audit.

I have conducted my audit in accordance with applicable rules and the auditing standards generally accepted in India. These standards require that I 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, evidence supporting the amounts and disclosures in the financial statements. I believe that my audit provides a reasonable basis for my opinion.

Based on our audit, I report that:

1. I have obtained all the information and explanation, which to the best of our knowledge and belief were necessary for the purpose of our audit.
2. Subject to the major observations given below and detailed observation in the Separate Audit Report annexed herewith, I report that the Balance Sheet, the Income and Expenditure Account and Receipts and Payments Account dealt with by this report are properly drawn up and are in agreement with the books of accounts.

**• Overstatement of Income by Rs. 911.83 lakh (Para 3.1.1)**

3. In my opinion and to the best of my information and according to the explanation given to me:
  - (i) the accounts give the information required under the prescribed format of accounts;
  - (ii) the said Balance Sheet, Income and Expenditure Account, Receipts and Payments Account read together with Accounting Policies and notes thereon, and subject to the significant matters stated above and other matters mentioned in the Separate Audit Report annexed herewith, give a true and fair view.
    - a. In so far as it relates to the Balance Sheet of the state of affairs of the Rashtriya Sanskrit Sansthan as at 31<sup>st</sup> March, 2006; and
    - b. In so far as it relates to the Income and Expenditure Account of the surplus for the year ended on that date.

**Sd/-**

**Place : New Delhi  
Date : 5.1.2007**

**Director General of Audit  
Central Revenues**

**Audit Report on the accounts of the Rashtriya Sanskrit Sansthan, New Delhi for the year 2005-06**

**Introductory**

The Rashtriya Sanskrit Sansthan (RSS), an autonomous organisation (now Deemed University) registered under the Societies' Registration Act, 1860, with its Headquarters at New Delhi, was established by the Government of India in October, 1970. The main objectives of RSS are (i) to propagate, develop and encourage learning of Sanskrit, (ii) to undertake, aid, promote and coordinate research in Sanskrit learning including teachers' training and manuscriptology and to bring out publications, and (iii) to establish, take over and administer Kendriya Sanskrit Vidyapeeths in various parts of the country. There were ten such Vidyapeeths under RSS during the year 2005-06.

The audit of the accounts of RSS has been entrusted to the Comptroller and Auditor General of India under Section 20(1) of the Comptroller and Auditor General of India's (Duties, Powers and Conditions of Service) Act, 1971 for a period of five years from 2003-04 to 2007-08.

The RSS is mainly financed by grants received from Government of India for its activities. During the year 2005-06, it received grants of Rs. 3297.69 lakh (Plan Rs. 1647.69 lakh and Non Plan Rs. 1650 lakh) from the Ministry of Human Resource Development, Department of Secondary Education and Higher Education. During the year, the Sansthan also generated its own receipts Rs. 179.54 lakh. The total expenditure during the year was Rs. 3765.22 lakh (Plan: Rs. 1768.09 lakh and Non-Plan: Rs. 1997.13 lakh). The excess expenditure was incurred by the RSS from its own sources. The unspent balance of Rs. 64.57 lakh of NER of grant of previous year was not disclosed by the RSS in the accounts.

**Comments on Accounts**

**2. Balance Sheet**

**2.1 Assets**

**2.1.1 Overstatement of fixed assets — by Rs. 2033.55 lakh**

The fixed assets include an advance of Rs. 2033.55 lakh which has been paid to CPWD/PWD for construction of buildings. This has resulted in overstatement of fixed assets and understatement of current assets (Loans and advances).

**2.1.2 Wrong depiction of NPS amount of Rs. 3.45 lakh (Balance in the Bank)**

The RSS has not reflected the amount of Rs. 3.45 lakh (Bank Balance) of New Pension Scheme of different campuses in Consolidated Balance Sheet under the head New Pension scheme.

The RSS replied (Dec. 2006) that while depositing the amount with the bank the Regional campuses have clubbed the amount of New Pension scheme with GPF. The amount of Rs. 3.45 lakh pertaining to NPS of campuses has been deposited in GPF Account and included under column GPF/CPF amounting to Rs. 12,50,59,791/- exhibited in the consolidated Balance Sheet as on 31.3.2006. This amount should have been shown separately under the head "New Pension Scheme".

**3. Income and Expenditure Account**

**3.1 Income**

**3.1.1 Overstatement of income by Rs. 911.83 lakh**

In the consolidated Income and Expenditure Account, the unspent balance of Rs. 911,83,215 of the last year had been depicted as income of this year resulting in overstatement of income by Rs. 911,83,215.

**4. General**

**4.1 Annual accounts not prepared in the revised format of Accounts**

The Government of India, based on the recommendation of 'Committee on papers laid on the table of Parliament', has introduced a common format of accounts based on accrual accounting for the Central autonomous bodies to bring uniformity and transparency in the accounts. The common format is mandatory for all central autonomous bodies. The RSS has not prepared its accounts in the prescribed format.

**4.2 'Significant accounting policies' and 'Notes on accounts' not appended to annual accounts**

RSS had not disclosed its 'Significant Accounting Policies'.

**4.3 Depreciation on assets not charged**

No depreciation had been charged on the fixed assets by RSS.

**4.4 Non provision of pension, gratuity and leave encashment**

RSS had not made any provision for pension, gratuity and leave encashment.

**5. Net impact on accounts**

The net impact on accounts is that fixed assets are overstated by Rs. 2033.55 lakh, and income is overstated by Rs. 911.83 lakh.

6. Deficiencies which have not been included in the audit report have been brought to the notice of the Registrar of the RSS through a management letter issued separately for corrective and remedial action.

**Sd/-**

**Place : New Delhi**

**Date : 5.1.2007**

**Director General of Audit  
Central Revenues**