

**R. J. KOTHARI & Co. Chartered
Accountants**



7, Shrikrishna Vihar, Opp. Union Bank, 98-100 Sahkar Nagar, Darga Road, Aurangabad-431005.
9922882591 9822442591, carikco@gmail.com

UDIN : 21110802AAAADQ4518

Date : 02/08/2021

To,
The Principal
The Govt. College of Engineering,
Station Road,
Aurangabad-431001

Sub: **Tuition Fees Account Audit Report for 2020-21**

Ref: You're Appointment Letter No. Accounts/2021/1492 Dt. 08/06/2021

With respect to the above we here by submit our Audit Report of Tuition Fees for the period 1st April, 2020 to 31st March, 2021. As per the directives of the Dy. Director Technical Education Regional office Aurangabad, and appointment letter of Principal, Government College of Engineering, Aurangabad, we have conducted Audit of Tuition Fees of Government College of Engineering, Aurangabad. Subject to the our remarks we have checked all vouchers of Tuition Fees Account and also checked summarized Receipts & Payments of the Tuition Fees Account of the same period.

Tuition Fees is basically divided into four parts namely:

1. BE Regular
2. ME Regular
3. BE ME Part Time
4. Doctor of Philosophy (Ph. D)

These four parts has been divided on the basis of the courses conducted by College. Out of that BE Regular First year Engineering to Bachelor of Engineering is funded by Government to the extent Salary of the employees, apart from that tuition fees & other fees collected from the Students is deposited to Separate Tuition Fees Account.

Other three parts like ME Regular, Part time & Ph. D are non-funded and all the fees collected have been accounted in to this book.



We have verified all the receipts and payments and found it to be true and fair subject to our remarks. Receipts and Payment account and detailed Audit reports is enclosed herewith.

Date: 02/08/2021
Place: Aurangabad



for R. I. Kothari & Co.
Chartered Accountants

Rajkumar I. Kothari
Partner
M.No. 110802



Audit Report

We have verified Tuition Fees Cash Book of Government College of Engineering, Aurangabad Station Road, Aurangabad for the period 01/04/2020 to 31/03/2021.

We have gone through the Tuition Fees cash book maintained by the college in a columnar form bifurcated into various heads related to the various activities.

There are four separate cash books maintained, depending upon the nature of courses by the college namely:

1. **BE Regular:** Where all the receipts related to the F Y B E to Final Year B E are maintained. The tuition fees have been collected from students and deposited in to Separate Tuition Fees Accounts, and only other receipt and payment have been collected and expended.
2. **Part Time:** Where all the receipts related to the Part Time courses are collected. These are not funded by the Government. Including tuition fees all the fees have been collected from the student.
3. **ME Regular:** Where all the receipts related to the post graduate Engineering Courses are collected in ME Regular Cash Book. These are not funded by the Government. Including tuition fees all the fees have been collected from the students.
4. **Doctor of Philosophy (Ph. D):** Where all the receipts related to the doctorate in engineering field are collected in Ph. D. Cash Book. These are not funded by the Government. Including tuition fees all the fees have been collected from the students.



Discrepancies Observed:

TDS Under Income Tax Act 1961.

Non deduction or Short Deduction of Tax Deduction at Source

It is observed that many times payment are made beyond the prescribed limits of TDS provisions of Income Tax Act 1961. Failure to deduct tax may result in imposition of Interest & Penalties as per the provisions of the law. We will advise that immediately deduct the TDS and pay with interest voluntarily for the entire financial year 2019-20 and pay with due interest and it may immune you from levy of penalties.

Instances of such discrepancies is as mentioned in Annexure-A.

Note : Alternatively we can obtain and kept on the record the certificate in the "Form No. 26A" certified by Chartered Accountant from the respective supplier/Service Provider. Then in that case we will be escaped from the liability of deduction of TDS as mentioned above.

TDS Under Goods & Services Tax Act 2017.

Non deduction or Short Deduction of Tax Deduction at Source

It is observed that few times payment are made beyond the prescribed limits of TDS provisions of Goods & Services Tax Act 2017. Failure to deduct tax may result in imposition of Interest & Penalties as per the provisions of the law.

Instances of such discrepancies is as mentioned in Annexure-B.

General Observations:

On the basis of our verification it is observed the all the entries are made properly and they are true and correct. No abnormal items found during the course of audit except mentioned above. Books are maintained generally in well condition and all entries are posted properly.

Suggestions:

1. It is strictly advised to match daily actual cash in hand & that recorded in Cash book for day closing balance in order to avoid posting errors of amount leading to inflating & deflating of cash in hand
2. It is advisable that where ever possible try to make payment though account payee cheques so the payment will go to the appropriate persons, and minimize the cash handling

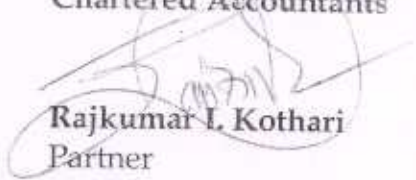


3. As per the provisions of the Income Tax act various types of monetary limits provided it is mandatory to follow time to time and appropriate TDS has to be deducted from the concerned person/entity and deposited to the Central Government.

Date: 02/08/2021
Place: Aurangabad



for R. I. Kothari & Co.
Chartered Accountants


Rajkumar I. Kothari
Partner
M.No. 110802

Annexure A : Income tax not deducted from following parties

1. Income Tax TDS Not Deduct Following Parties

1) Consultancy services

Bill Date	Bill No	Nature of Work/ Name of party	Taxable Amt	Gross Invoice Amt	Party Status	TDS Rate	TDS
30-12-2020	491	Padmavati constructions	57641.00	57641.00	Company	7.5%	4323.08
		Total	57641.00	57641.00			4323.08

2) Maintenance Services

13-07-2020	173	Jibra Power systems Pvt. Ltd.	49846.00	49846.00	Company	1.75%	872.31
04-09-2020	271	Nero Fire Service	71685.00	71685.00	Individual	0.75%	537.64
		Total	121531.00	121531.00			1409.94

3) Professional Services

08-08-2020		R. I. Kothari & co.	33600.00	33600.00	Firm	7.5%	2520.00
03-08-2020	351	Kaveri Namdeo Deotkar	36000.00	36000.00	Individual	7.5%	2700.00
04-09-2020	352	Ruheen Naseem Pathan	36000.00	36000.00	Individual	7.5%	2700.00
07-10-2020	353	Shrilata Ganpatrao Gundale	36000.00	36000.00	Individual	7.5%	2700.00
		Total	141600.00	141600.00			10620.00

Annexure B): GST TDS Not Deduct for Following Parties

1) Maxell HR Pvt Ltd (27AAMCM8116E1ZD)

Bill Date	Bill No	Nature Of Activity	Taxable Value	Invoice Value	GST TDS Rate	IGST 2%	CGST 1%	SGST 1%	Total
22-02-2021	GST/575	Goods supplier	306181.00	361293.00	2%	0	3061.81	3061.81	6123.62
19-03-2021	GST/615	Goods supplier	310033.00	365839.00	2%	0	3100.33	3100.33	6200.66
		Total	616214.00	727132.00		0	6162.14	6162.14	12324.28

2) Global Information systems technology(27AABCG1698J1ZA)

22-01-2021	TI/202000329	E-journals Online services	282588.00	333454.00	2%	0	2825.88	2825.88	5651.76
22-01-2021	TI/202000330	E-journals Online services	698533.00	824269.00	2%	0	6985.33	6985.33	13970.66
		Total	981121.00	1157723.00		0	9811.21	9811.21	19622.42



Government College of Engineering, Aurangabad
Station Road, Aurangabad-431005

Receipt & Payment Account Tution Fees Account
for the year ended 31st March, 2021

Particulars	Amount	Particulars	Amount
Opening Balance:			
Balance With Bank	222776993		
Receipts		Payments	
Tution	7795527	By Tution	15196030
GOI	0	By GOI	0
Development Fund	1406325	By Development Fund	9085635
Gymnaciarn	21700	By Gymnaciarn	1001729
TPO	18000	By TPO	285342
Liabrarn	54000	By Liabrarn	2747743
CMD	3500	By CMD	30500
Inter	36500	By Inter	5409831
Gathering	8400	By Annual Gathering	3600
Laboratory	90000	By Laboratory	29359162
HCMD	0	By HCMD	0
Testing	20630599	By Testing	28227105
Goods & Service Tax	5830467	By Goods Service Tax Paid	6963198
IRG	19591323	By IRG	24404728
Miscellaneous	23099904	By Miscellaneous	33450543
Hostel Rent & Med	0	By Hostel Rent & Med	0
Fixed Deposit Int	0	By Fixed Deposit Int	0
Loan Amt Recived from TEQIP	0	By Loan Given to TEQIP	0
		Closing Balance :	
		Balance with Bank	145198092
			145198092
	<u>301363238</u>		<u>301363238</u>

As per our separate Audit Report of even date attached

Government College of Engineering, Aurangabad

For R. I. KOTHARI & CO.
CHARTERED ACCOUNTANTS,

Principal

Place : Aurangabad

Date: 02/08/2021

UDIN : 21110802AAAADQ4518

M. L.
2/8/21
* PRINCIPAL
Govt. College of Engineering
Aurangabad
2/8/21



Rajkumar Kothari
Rajkumar Kothari
Partner (M. No. 110802)