

**OFFICE OF THE DIRECTOR GENERAL OF AUDIT, CENTRAL EXPENDITURE, NEW DELHI-2**

**Inspection report on the account of Lakshmibai College for the period 2012-13 to 2016-17**

**ACTION TAKEN REPORT**

**Para 1:- Non-utilization of grant for OBC expansion**

The college received a grant from University of Delhi towards OBC expansion scheme for infrastructural expansion relating to OBC reservations. The allocated grant could not be utilized due to technical reasons. The process of refund is in pipeline.

**Para 2:- Non contribution of management share of 5%.**

There is a difference in calculation of management share by UGC and the amount received from Delhi Govt. The UGC deducts 5% from the total amount of grant (Approx 70-80 Lakhs) disbursed to College as per its calculation as management share and release the remaining grant whereas Delhi Govt release only 10-12 Lakhs as per its calculation. After pursuing the matter with Delhi Govt., now in the current financial year the college has received 25 Lakhs as management share.

**Para 3:- Irregular expenditure on retirement benefit by allowing officials to switch over from CPF to GPF in contravention of Govt. Of India orders**

The college is an affiliated college of University of Delhi and follows the Delhi University rules. Therefore, the amount was disbursed as per DU rules.

**Para 4:- Loss of interest amounting to Rs. 30.91 Lakhs.**

The matter has been noted for compliance and the action will be taken as per directions of Governing Body.



**Para 5:- Non recovery of license fees from outside agency.**

A letter has been issued to Bank of India regarding recovery of License fee but no reply has been received in this regard till date.

**Para 6:- Unaudited Annual Accounts.**

The Balance Sheet for the year 2016-17 has been prepared and audited by C.A

**Para 7:- Constitution of Governing Body.**

The Governing Body is constituted by University of Delhi. The college has no role in the formation of Governing Body.

**Para 8:- Non deduction of income tax/TDS amounting to Rs. 1,69,904 from hospitals for rendering Medical services.**

A letter has been issued to the concerned hospitals. Only one hospital has submitted its reply that they have deposited the tax at their own. A few hospitals have telephonically confirmed regarding deposit of tax at their own. The matter has been noted for compliance and now the college has started deducting TDS from the payments released to hospitals for rendering Medical services.

**Para 9:- Irregular Procurement of goods.**

The CCTV cameras were purchased by the college and a payment of Rs. 5,93,933/- (Rupees Five Lacs Ninety Three Thousand Nine Hundred and Thirty Three) was made to M/s Magnum Vision in the year 2014. As per the records available in the college; it has been found that the tenders were opened in the presence of College Architect Mr. Ratnakar Nama. As per the technical report of the Architect Dt. 17.8.13, the tenders for purchase of CCTV cameras were invited in two bid system and in total seven vendors applied. Out of total seven vendors, three vendors disqualified as they did not fulfil the technical eligibility criteria. The financial bids of four vendors were considered and it was found that two vendors had offered some extra items wherein no specific amount was mentioned and hence



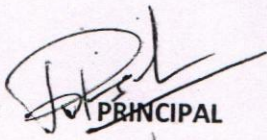
these two vendors were disqualified. Therefore, the work was awarded to next L1 vendor i.e. M/s Magnum Tele System Pvt. Ltd.

**Para 10:- Advance payment to contractor**

As per previous practice, the college keeps security deposit equivalent to the amount of bank guarantee/performance guarantee till the AMC period is over. However, there was no such practice of keeping bank guarantee while making advance payment to vendors. In the said matter of repair and AMC of UPS, Rs. 5000 was kept as security deposit as performance guarantee in the form of Demand Draft which is still kept in the college. However, the matter has been noted for compliance and now the college has started keeping Bank Guarantee for all the maintenance contracts.

**Para 11 a & b:- Non-conducting of physical verification of books and other stocks.**

The matter has been noted for compliance and the work is in pipeline.

  
PRINCIPAL  
4/1/17  
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