



VLB JANAKIAMMAL COLLEGE OF ARTS AND SCIENCE
(AUTONOMOUS)
AFFILIATED TO BHARATHIAR UNIVERSITY
KOVAIPUDUR, COIMBATORE - 42

AQAR – 2021-2022

CRITERIA – VI

Metric-6.4.1 Audit Statement

Internal Audited Statement

**INTERNAL AUDIT REPORT OF
M/S.VLB JANAKIAMMAL COLLEGE OF ARTS AND SCIENCE
COIMBATORE (Unit of M/s VLB Janakiammal Trust)**

DIWAKAR& ASSOCIATES
Chartered Accountant,
F No.C3, Pateeswara Park, North Block,
Dr.Ramasamy Layout,
Velandipalayam
Coimbatore - 641025.

20.09.2022

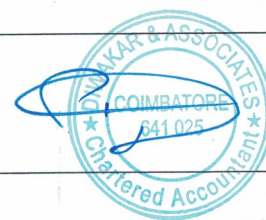
Scope of Audit

Verification of relevant records/ particulars to ensure:

- The authenticity and correctness of the transactions recorded in the books.
- Compliance with procedure and systems.

I have completed the internal audit for the period April 2021 to March 2022 and observed various discrepancies and same has been reported:

COMMENTS	
<p><u>Opening Balance</u> <u>Verification</u></p>	<p>Verified and found correct – Refer Annexure 1(closing entries of the FY 2020-21 has been passed and reconciled the tally balances with the Balance sheet).</p>
<p><u>Cash</u></p>	<p>Cash vouching for the following months have been carried out: April – March 2022 and the following observations were made:</p> <ul style="list-style-type: none"> • The revenue Stamp has not been fixed for some vouchers which require the attachment of the same. • Few vouchers were found with the wrong accounting heads mentioned and accounted in wrong heads, the same was rectified, during the course of audit. • Supporting bills or invoices have not been attached for few vouchers. Subsequently the same has been produced for verification. • No Cash payment exceeding Rs.10,000/- were made during the year
<p><u>Journal Vouching</u></p>	<ul style="list-style-type: none"> • Journal vouching for the period from 1st April 2021 to 31stMarch 2022 was carried out by picking random months, the observations are noted down and the same has been rectified.



Fees Reconciliation

- As per the details produced for the total college fees collection student wise, which includes (Amenities, Lab Fees, Library Fees, Stationery & Others & Tuition Fees) for the FIRST YEAR amounts to Rs.4,22,92,000/- less concession Rs.36,97,700/- hence the balance amount to be received is Rs.3,85,94,300/- the actual fees received & receivable accounted in tally amounts to Rs.3,86,49,200/-(Rs.1,97,47,150/- & Rs.1,89,02,050/-).**The difference of Rs.54,900/-excess booked in tally for which the accounts team had given a List of students amounting to Rs.82,900/- The Difference of Rs.28,000/- has to be reconciled.**
- But the unpaid list given by the accounts department amounts to Rs.1,89,02,050/- as compare to receivable booked in tally amounting to Rs.1,89,02,050/- There is no difference in fees booked in tally and as per the fees reconciliation.
- As per the details produced for the total college fees collection student wise, which includes (Amenities, Lab Fees, Library Fees, Stationery & Others & Tuition Fees)for the SECOND YEAR amounts to Rs.3,45,33,000/- less concession Rs.9,22,550/- /- hence the balance amount to be received is Rs.3,36,10,450/- the actual fees received & receivable accounted in tally amounts to Rs.3,35,71,180/-(Rs.2,54,39,690/- & Rs.81,31,490/-).**The difference of Rs.39,270/- has been short booked in Tally to be reconciled.**
- But the unpaid list given by the accounts department amounts to Rs.81,31,490/- as compare to receivable booked in tally amounting to Rs.81,31,490/- There is no difference in fees booked in tally and as per the fees reconciliation.
- As per the details produced for the total college fees collection student wise, which includes (Amenities, Lab Fees, Library Fees, Stationery & Others & Tuition Fees) for the THIRD YEAR amounts to Rs.3,45,86,000/- less concession Rs.8,82,600/- /- hence the balance amount to be received is Rs.3,37,03,400/- the actual fees received & receivable



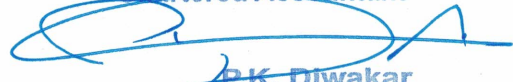
	<p>accounted in tally amounts to Rs.3,37,06,800/-(Rs.2,75,87,100/- & Rs.61,19,700/-).The difference of Rs.3,400/-has been excess booked in Tally to be reconciled.</p> <ul style="list-style-type: none">• But the unpaid list given by the accounts department amounts to Rs.61,19,700/- as compare to receivable booked in tally amounting to Rs.61,19,700/- There is no difference in fees booked in tally and as per the fees reconciliation.
❖ Bank	<ul style="list-style-type: none">• Bank reconciliation statement up to 31.03.2022has been verified and found correct.Except for LVB bank A/c.No.1883601575 Showing Debit balance of Rs.887.60/-, confirmation nor bank statement is not available as it is a non-operative account.
❖ PF	<ul style="list-style-type: none">• PF Challans have been verified with the payment entries and found correct.
❖ ESI	<ul style="list-style-type: none">• ESI Challans have been verified with the payment entries and found correct
Ledger Review	
❖ TDS Payable	<ul style="list-style-type: none">• TDS has been deducted and the same has been remitted by the trust. TDS for few expenses has not been deducted and subsequently found during the audit and for the same TDS has been deducted and paid.Refer Annexure 2.
❖ Interest Income	<ul style="list-style-type: none">• The Interest income received by the various entities under the trust and the trust also has been reconciled with Form 26 AS and the respective TDS have been booked and reconciled.Except for canara bank interest which has been reflected in 26AS has not been accounted in our books. Since, no bank account in the name of canara bank was opened or operated by the Trust.
❖ Expensed to be Capitalized	<ul style="list-style-type: none">• In the ledger it was noticed that capital expenditure had been wrongly



<p>❖ Long Pending Debit/Credit balance</p> <p>❖ Others</p>	<p>shown as revenue expenditure. The same has been identified and capitalized. Refer Annexure 3</p> <ul style="list-style-type: none">• The following parties shows debit/credit balance pending for more than 365days ;• JayamElevtors amounting to Rs.19,000/- (Debit) (Receivable) (Last year also reported)• Based on the Ledger review, entries has been passed in the books of accounts for the FY 2021-2022. Refer Annexure 4• Entries yet to be passed in the books of accounts. Refer Annexure 5
--	---

UDIN:22216333ATPHKX7492

For Diwakar & Associates
Firm Reg No. 015661S
Chartered Accountant


P.K. Diwakar
Proprietor
M.No. 216333

VLB JANAKIAMMAL COLLEGE OF ARTS AND SCIENCE

Annexure - 1

The following closing entries to be passed in the FY 2020-21

Entries	
Rs.1000/-	Entries passed for Advance paid to David for Travelling Expenses
(The entries has been passed on 31.03.21 to be posted in Tally 31.03.21)	

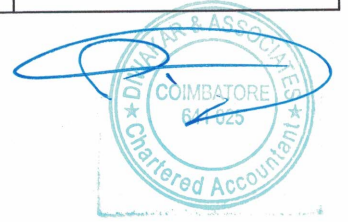


VLB JANAKIAMMAL COLLEGE OF ARTS AND SCIENCE

Annexure - 2

TDS deducted now and paid

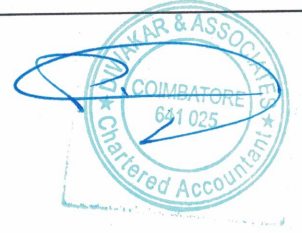
Date	Particular	Amount	TDS Amount	Percentage	Nature of expenses
16.04.2021	M/s.Bright Future	30000	1500	5.0%	Admission Expenses
23.02 & 05.02.22	M/.Skolarrs Soluatin	25000	1250	5.0%	Admission Expenses
19.01 & 02.03.22	Mr. Senthilkumar- Hi Tech consultancy	30000	1500	5.0%	Admission Expenses
19.01 & 02.03.22	Mr.Roopan Manikandan	21000	1050	5.0%	Admission Expenses
05.08.2021	Mr.Dinesh G	28000	1400	5.0%	Admission Expenses
05.02 & 07.03.22	Mr.Venugopal	42000	2100	5.0%	Admission Expenses
07.07 & 09.07.21	M/s.Sakkaya	361080	3611	1.0%	General Repairs & Maintenance
09.05.2021	M/s. MKM Electricals	48717	487	1.0%	General Repairs & Maintenance
09.05.2021	M/s.PSS Sanaram Pillai	135000	1350	1.0%	General Repairs & Maintenance
31.03.2022	Sundaram Finance	8280	828	10.0%	Vehcile WIP
31.03.2022	Future Care Consultancy (Short Deduction)	2770000	27700	1.0%	Liasoning charges
	TOTAL	34,99,077	42,776		



VLB JANAKIAMMAL COLLEGE OF ARTS AND SCIENCE
Annexure - 3

To be capitalised instead of to be charged off as an expense

Date	Particular	Amount	Reply
20.04.2021	Building Maintenance	2,50,000	To be Transferred to Building
09.06.2021	Building Maintenance	3,30,000	To be Transferred to Building
16.07.2021	Building Maintenance (Being College Caf� Shed Expenses)	5,43,637	To be Transferred to Building



VLB JANAKIAMMAL COLLEGE OF ARTS AND SCIENCE
Annexure - 4

Based on Ledger scrutiny the following entries has been passed

Sl.No	Particulars	Dr/Cr	Amount	Reply by the staff
1	CDF Dept Lab Items Credit card expenses pertaining to April 2022 also has been booked. To be Checked	Dr	1,48,174.00	Entry corrected - Rs.4573/- accounted in FY 2022-23
2	Fuel Charges - Vehicle April 01.04.22 to 03.04.22 fuel not to be accounted	Dr	7,63,611.63	Narration corrected (exp for 22-23 a/c ted in 22-23 only)
3	Function Expenses Bonus expenses has been accounted here, to be transferred to Staff welfare expenses as they related to non-muster roll employees	Dr	8,15,687.00	Ok sir
4	Internet Charges Feb charges not accounted?	Dr	3,53,979.00	Booked
5	Travelling Expenses American express card expenses for the period 01.04.22 to 18.04.22 has been booked cant able to book the expenses pertaining to next year in the current year	Dr	26,39,423.57	Corrected sir Ok
6	NSS Receipts & Payments To be grouped under other income or to credited in the NSS expenses	Cr	1,15,500.00	TRF JV Passed
7	Vehicles Rs.8280/- to be transferred to Vehicle WIP since vehicle has not been capitalised TDS has not been deducted for this documentation charges	Dr	35,60,290.05	Corrected sir
8	Kitup Automotive Why it has been accounted under Building Maintenance not in Vehicle Maintenance? Rs.260000/-	Cr	-	Entry Corrected sir
9	Studio 2 Fortune Advance has been paid, expenses has not been booked TDS not deducted for Rs.8722/-	Dr	13,760.00	Deducted and Ledger corrected sir(Workings enclosed)



VLB JANAKIAMMAL COLLEGE OF ARTS AND SCIENCE
Annexure - 5

Based on Ledger security the following entries to be passed

Sl.No	Particulars	Dr/Cr	Amount	Reply by the staff
1	Interest Receivable Opening balance to be closed	Dr	23,260.00	It is diff amt of 26AS a/cted on 31.03.2017 TO BE CLOSED

