

(by email only)



प्रधान निदेशक लेखापरीक्षा (केंद्रीय), हैदराबाद का कार्यालय-500004  
Office of  
Principal Director of Audit (Central), Hyderabad - 500 004



No. PDA(C)/CEA/Unit-V/MANAGE/SAR:2022-23/2023-24/

Date: 18.07.2023

सेवा में

सचिव, भारत सरकार, कृषि मंत्रालय,  
नई दिल्ली -110 001

महोदय,

विषय: National Institute of Agricultural Extension Management (MANAGE),  
Hyderabad के वर्ष 2022-23 के लेखों पर पृथक लेखापरीक्षा प्रतिवेदन

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Separate Audit Report (SAR) on the Accounts of National Institute of Agricultural Extension Management (MANAGE), Hyderabad for the year 2022-23, Annexure to SAR and one copy of the Annual Accounts of the Institute for the year 2022-23, are forwarded herewith for placing before the 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,

संल: यथोपरि

(Anindya Dasgupta)  
Principal Director of Audit (Central), Hyderabad

Copy to the Director, National Institute of Agricultural Extension Management (MANAGE), Hyderabad along with one copy of Annual Accounts for the year 2022-23 (English version), with a request to furnish Hindi version of the approved Annual Accounts 2022-23 (2 sets), to this Office.

संल:यथोपरि

*Ch.V. Sai Prasad*

(Ch.V. Sai Prasad)  
Director/ Central Expenditure Audit  
O/o Principal Director of Audit (Central)

**Separate Audit Report of the Comptroller & Auditor General of India, on the Accounts of National Institute of Agricultural Extension Management (MANAGE), Hyderabad, for the year ended 31 March 2023**

We have audited the attached Balance Sheet of National Institute of Agriculture Extension Management (MANAGE), Hyderabad, as at 31 March 2023, the Income & Expenditure Account and Receipts & Payments Account for the year ended on that date under Section 20(1) of the Comptroller & Auditor General's (Duties, Powers & Conditions of Service) Act, 1971. The audit has been entrusted for the period up to 2022-23. These financial statements are the responsibility of the Institute'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 disclosure in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, 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 & Payments Account dealt with by this report have been drawn up in the format approved by Ministry of Finance, Government of India.

iii. In our opinion, proper books of accounts and other relevant records have been maintained by the MANAGE, as required under Section 19(a) of the Financial Bye-laws of MANAGE.

iv. We further report that:

#### **1.4 Comments on Accounts**

##### **A. Consolidated Balance Sheet**

**A.1. Corpus/ Capital Fund and Liabilities – ₹ 265.77 crore**

**A.1.1 Current Liabilities and Provisions – ₹ 93.57 crore**

**Reference No. OBS-686041**

An amount of ₹74.76 Crore released towards Interest subvention on loans was disbursed under Financing Facility under AIF(Agriculture Infrastructure Fund) Scheme for disbursing funds to the implementing agencies. Though the funds released were for specific or earmarked purpose, these funds were booked under Sponsored Training Programmes vide Item No.6 under Schedule 7- Current Liabilities & Provisions (₹84,39,25,850) instead of under Schedule 2 - Earmarked Funds.

This has resulted in overstatement of Current Liabilities and understatement of Earmarked Funds to the extent of ₹74.76 crore.

**A.2 Assets - ₹ 265.77 crore**

**A.2.1 Fixed Assets – ₹ 25.04 crore**

**Reference Number: OBS-683983**

An amount of ₹11.71 lakh incurred upto 31<sup>st</sup> March 2023 towards “Providing 13 passenger lift at PGDM block at MANAGE, Rajendranagar” was not included under Capital Work in Progress -Schedule 8 of the Balance Sheet. This resulted in understatement of Fixed Assets (Capital -work-in progress) and overstatement of CPWD deposit by ₹11,71,359.

**A.2.2 Current Assets, Loans, Advances etc. – ₹ 104.35 crore**

**Reference Number: OBS-681819**

An amount of ₹129.86 Crore was invested in the form of Fixed Deposit with Scheduled Banks on which interest is compounding on quarterly basis. The calculation of accrued interest was being made on the base value of investment for the FY 2022-23 instead of Actual value of Fixed Deposit (Principal amount of Fixed deposit plus accrued interest thereon for the previous financial year i.e., 2021-22).

This resulted in understatement of accrued interest on investment for an amount of ₹32.18 lakh (₹19.78 lakh+₹12.40 lakh). Thereby, Current Asset and Corpus/Capital Fund both are understated by ₹32.18 lakh.

**B. Consolidated Income and Expenditure Account**

**B.1 Expenditure – ₹ 47.37 crore**

**B.1.1 Other Administrative Expenses etc.– ₹10.68 crore**

**Reference Number: OBS-684000**

The work “Development of horticulture works at IGH” was undertaken by the CPWD through deposit work as detailed below:

Sl. No.	Name of the Work	Deposit as on 31.03.2022	Expenditure up to 31.03.2022	Expenditure during FY 2022-23	Expenditure upto 31.03.2023
1	Development of horticulture works at IGH	₹23,73,083	₹52,415	₹21,11,635	₹21,64,050

An amount of ₹21,11,635 incurred on Development of Horticulture works at IGH of Revenue nature was not taken under expenses in Income and Expenditure Account but was shown as deposit with CPWD. This resulted in understatement of Schedule-21 Other Administrative Expenses etc. by ₹21.11 lakh and overstatement of CPWD deposit for the same amount.

### C. General

C.1. An amount of ₹70,00,000 received for specific purpose i.e., a Knowledge partner for implementing Renovation and Agri Entrepreneur programme was exhibited as Earmarked Fund -RAFTAAR in Receipts and Payments Account. However the details of receipts and expenditure incurred was not indicated in the Schedule of Earmarked Funds.

C.2. No provision was made under Current liabilities towards the Subscription of Library Journals from M/s Total Library Solutions (India) private limited for the period from January 2023 to March 2023.

C.3. No provision was made for Retirement benefits on actuarial basis in accordance with the Accounting Standard-15 and uniform format of accounts.

### D. Grants-in-Aid

Out of total grants-in-aid of ₹32.23<sup>1</sup> crore received during the year together with previous year certified unutilized balance of ₹18.77 crore, totaling ₹51.00 crore, the Institute utilized a sum of ₹34.85 crore<sup>2</sup>, leaving a balance of ₹16.15 crore unutilized as on 31<sup>st</sup> March 2023.



(Anindya Dasgupta)  
Principal Director of Audit (Central), Hyderabad

<sup>1</sup> GIA received ₹32.23 crore : Revenue Grant : ₹13.21 crore. Capital Grant - ₹4.00 crore, PGDAEM - ₹0.50 crore, ACABC - ₹14.52 crore

<sup>2</sup> Expenditure incurred: ₹ 34.85 crore : Revenue Expenditure - ₹13.57 crore, Capital Expenditure - ₹4.00 crore, PGDAEM - ₹0.37 crore, ACABC - ₹16.69 crore and Solar Energy - ₹0.22 crore