

Chittaranjan National Cancer Institute

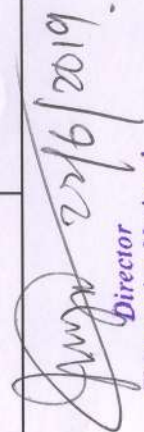
37, S P Mukherjee Road, Kolkata : 700 026

BALANCE SHEET AS AT 31ST MARCH, 2019

(Amount - Rs.)

CAPITAL FUND & LIABILITIES	Schedule	Current Year	Previous Year
Capital Fund	1	94,74,21,367	62,21,81,288
Reserve & Surplus	2	Nil	Nil
Earmarked/Endowment Funds	3	1,15,06,66,018	72,65,59,598
Secured Loans & Borrowings	4	Nil	Nil
Unsecured Loans & Borrowings	5	Nil	Nil
Deferred Credit Liabilities	6	Nil	Nil
Current Liabilities & Provisions	7	20,45,07,677	17,31,61,874
TOTAL		2,30,25,95,062	1,52,19,02,760
ASSETS			
Fixed Assets	8	30,60,92,084	27,84,63,972
Investments - From Earmarked/Endowment Funds	9	Nil	Nil
Investments - Others	10	Nil	Nil
Current Assets, Loans & Advances etc.	11	1,99,65,02,978	1,24,34,38,788
Miscellaneous Expenditure (to the extent not written off or adjusted)		Nil	Nil
TOTAL		2,30,25,95,062	1,52,19,02,760
SIGNIFICANT ACCOUNTING POLICIES	24		
CONTINGENT LIABILITIES AND NOTES ON ACCOUNTS	25		


Accounts Officer
Chittaranjan National
Cancer Institute


Director
Chittaranjan National
Cancer Institute


Chittaranjan National Cancer Institute

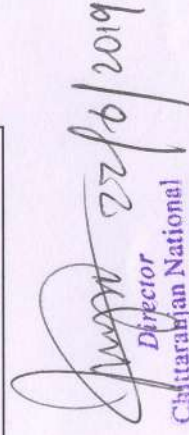
37, S P Mukherjee Road, Kolkata : 700 026

INCOME & EXPENDITURE ACCOUNT FOR THE YEAR ENDED 31ST MARCH, 2019

(Amount - Rs.)

	Schedule	Current Year	Previous Year
INCOME			
Income from Sales/Services	12	80,03,652	67,40,715
Grants/Subsidies	13	87,38,89,556	51,98,66,000
Fees/Subscription	14	14,93,050	18,16,000
Income from Investments (Income on Investment from earmarked/endowment Funds transferred to Funds)	15	Nil	Nil
Income from Royalty, Publication etc.	16	Nil	Nil
Interest Earned	17	1,64,73,122	2,06,88,365
Other Income	18	50,31,781	13,98,627
Increase/(decrease) in Stock of Finished Goods & Works-in-Progress	19	Nil	Nil
TOTAL (A)		90,48,91,161	55,05,09,707
EXPENDITURE			
Establishment Expenses	20	52,13,93,239	40,95,39,617
Other Administrative Expenses	21	14,78,11,673	11,22,92,703
Expenditure on Grants, Subsidies etc.	22	Nil	Nil
Finance Charges (Bank Charges only)	23	24,265	48,400
Depreciation (Net Total at the year-end - Corresponding to Schedule 8)	23A	5,77,97,275	6,55,52,888
TOTAL (B)		72,70,26,452	58,74,33,608
Balance being excess of Income over Expenditure (A-B)		17,78,64,709	(3,69,23,901)
Transfer to Special Reserve		Nil	Nil
Transfer to/from General Reserve		Nil	Nil
Balance being Surplus/(Deficit)carried to Capital Fund		17,78,64,709	(3,69,23,901)
SIGNIFICANT ACCOUNTING POLICIES	24		
CONTINGENT LIABILITIES AND NOTES ON ACCOUNTS	25		


Accounts Officer
Chittaranjan National
Cancer Institute


Director
Chittaranjan National
Cancer Institute



सत्यमेव जयते

भारतीय लेखा तथा लेखा-परीक्षा विभाग
महा निदेशक, लेखा-परीक्षा का कार्यालय,
केन्द्रीय, कोलकाता

**INDIAN AUDIT AND ACCOUNTS DEPARTMENT
OFFICE OF THE DIRECTOR GENERAL OF AUDIT,
CENTRAL, KOLKATA.**

CONFIDENTIAL

No: OA II (AB)/AR/2018-19/CNCI/3/7

Date: 24/10/19

A copy of the Separate Audit Report alongwith Annexure on the accounts of the **Chittaranjan National Cancer Institute** for the year 2018-19 is forwarded to the **Director, Chittaranjan National Cancer Institute, 37, S.P. Mukherjee Road Kolkata-700026** for information and necessary action.

Arrangement may please be made for preparation of Hindi Version of the Separate Audit Report with Annexure at your end and sending the same directly to the Ministry.

It may please be ensured that the Audited Accounts and the Separate Audit Report along with Annexure are placed before the apex body for consideration and adoption before the same are sent to the Government for being placed in Parliament.

Two copies of the printed Annual Report for the year 2018-19 (both English and Hindi Version) containing the Audited Accounts and the Separate Audit Report along with Annexure, as laid before Parliament, may please be forwarded to this Office for necessary action at this end.

Encl.: As stated

Dy. Director (Inspection)

Accounts Officer

25/10

जि. आई. प्रेस बिल्डिंग, 8, किरण शंकर राय रोड (1म मंजिल), कोलकाता-700001
Govt. of India Press Building, 8, Kiran Sankar Roy Road, Kolkata-700001
Phone : 2254-0221, (Gram:ACCOUNTCENT) POST BOX:2699, Fax No.:033 22135377

Ms. AJ my Bann

25/10/19.



सत्यमेव जयते

महा निदेशक, लेखा-पराक्षा का कार्यालय,
केन्द्रीय, कोलकाता

**INDIAN AUDIT AND ACCOUNTS DEPARTMENT
OFFICE OF THE DIRECTOR GENERAL OF AUDIT,
CENTRAL, KOLKATA.**

No: OA II (AB)/AR/2018-19/CNCI/316

Date: 24/10/19

To
The Secretary,
Ministry of Health and Family Welfare,
Government of India,
Nirman Bhawan
New Delhi - 110001

**Subject: Separate Audit Report on the accounts of the Chittaranjan National Cancer
Institute, Kolkata for the year 2018-19**

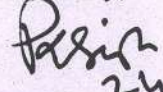
Sir,

I am to forward herewith the Separate Audit Report in the prescribed format introduced by the C & A.G of India on the accounts of the **Chittaranjan National Cancer Institute, Kolkata** for the year 2018-19. A copy of the annual accounts of the organisation for the year 2018-19 is also enclosed.

2. Two copies of Separate Audit Report (both English and Hindi Version), as presented before Parliament, may please be forwarded to this office for necessary action at this end.
3. The dates of laying the audited accounts and the Separate Audit Report for the year from 2017-18 to 2018-19 on the Tables of both the Houses of Parliament may also please be communicated to this office.

Encl.: As stated

Yours faithfully,


24.10.19
(P.K.Singh)

**Director General of Audit
Central: Kolkata**

जि. आई. प्रेस बिल्डिंग, 8, किरण शंकर राय रोड (1म मंजिल), कोलकाता-700001
Govt. of India Press Building, 8, Kiran Sankar Roy Road, Kolkata-700001
Phone : 2254-0221, (Gram:ACCOUNTCENT) POST BOX:2699, Fax No.:033 22135377

Separate Audit Report of the Comptroller & Auditor General of India on the Accounts of the Chittaranjan National Cancer Institute (CNCI), Kolkata for the year ended 31 March 2019

We have audited the attached Balance Sheet of the Chittaranjan National Cancer Institute (CNCI), Kolkata as at 31 March 2019, the Income and Expenditure account and Receipts and Payments Account for the year ended on that date under Section 20(1) of the Comptroller and Auditor General's (Duties, Power and Conditions of Service) Act, 1971. The audit has been entrusted for the period upto 2023-24. 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 and 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, evidence supporting amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by the 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 and Expenditure Account and Receipts and Payments Account dealt with by this report have been drawn up in the format prescribed by the Ministry of Finance.
 - iii. In our opinion, proper books of accounts and other relevant records have been maintained by the Chittaranjan National Cancer Institute (CNCI), Kolkata as required under the rules and regulations of the CNCI in so far as it appears from our examination of such books.
 - iv. We further report that

Comments on accounts

A Balance Sheet

1.1 Liabilities

1.1.1 Corpus/Capital Fund (Schedule-1): ₹94.74 crore

The above head was overstated by ₹ 2.26 crore due to inclusions of advance of ₹1.36 crore for staff quarters and ₹ 90 lakh for restoration work of Ruplal Nandy Memorial Cancer Research Centre by showing the amount as utilised from earmarked fund. Such deduction from earmarked fund and inclusion thereof in corpus fund resulted in understatement of Earmarked Fund (Schedule-3) by ₹2.26 crore.

B General

2.1 There was a discrepancy of ₹25 lakh due to showing of value of books and journals as ₹13.42 crore under the head Fixed Assets (Schedule-8) although the same was ₹13.17 crore as per Library Department.

2.2 No actuarial provisions were made for retirement benefits and leave encashment as per Accounting Standard 15 and Uniform Format of Account.

C. Grants-in-Aids

The Institute is mainly financed by grants from Government of India (GoI) and Government of West Bengal (GoWB). During the year 2018-19, an amount of ₹92.49 crore (Revenue-₹87.39 crore/GoI-₹29.90 crore and GoWB-₹57.49 crore, Capital-₹5.10 crore/GoI-₹5 crore and GoWB-₹10 lakh) was received by the Institute. Out of total grants of ₹92.49 crore, Institute spent ₹65.93 crore (Revenue-₹64.39 crore and Capital-₹1.54 crore) leaving an unspent grant of ₹26.56 crore.

Further, out of specific purpose fund of ₹136.24 crore, the Institute spent ₹101.96 crore, leaving an unspent balance of ₹34.28 crore.

D. Net Effect

Nil

E. Management letter

Deficiencies which have not been included in the Audit Report have been brought to the notice of the Institute through a management letter issued separately for remedial/corrective action.

v. Subject to our observations in the preceding paragraphs, we report that the Balance Sheet, Income and Expenditure Account and Receipts and Payments Account dealt with by this report are in agreement with the books of accounts.

vi. In our opinion and to the best of our information and according to the explanations given to us, the said financial statements read together with the Accounting Policies and Notes on Accounts, and subject to the significant matters stated above and other matters mentioned in Annexure to this Audit Report, give a true and fair view in conformity with accounting principles generally accepted in India.

- a. in so far as it relates to the Balance Sheet, of the state of affairs of the Chittaranjan National Cancer Institute, Kolkata as at 31 March 2019 and
- b. in so far as it relates to Income and Expenditure Account of the surplus for the year ended on that date.

For and on behalf of the C&AG of India

P. K. Singh
24.10.19

Place: Kolkata
Date: 24.10.19

P. K. Singh
Principal Director of Audit
(Central) Kolkata

A. Adequacy of Internal Audit System

Internal Auditing System is inadequate due to the following:

1. There is no separate Internal Audit wing. However, the work of Internal Audit is looked after by retired Govt. officials appointed as Consultants on contractual basis by the Institute. No Internal Audit Report was prepared.
2. There is no Internal Audit Manual and Internal Auditor is not independent of Accounting System.

B. Adequacy of Internal Control System

The following facts show inadequate Internal Control System:

1. There is no Central Receiving department/section in the institute. All major materials are supplied to the concerned department. This resulted in lack of complete monitoring of purchase and receiving of assets and inventories.
2. All suppliers' invoices are not routed through the Accounts Department.
3. Accounting Manual was not in use.
4. Heads of Accounts were not coded.

C. System of Physical verification of Assets

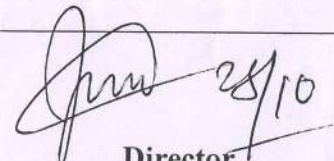
The physical verification report remained incomplete since 1 April 2012. During the year, physical verification of assets was done departmentally.

D. Statutory Liabilities:-

The Institute was regular in payment of statutory dues.

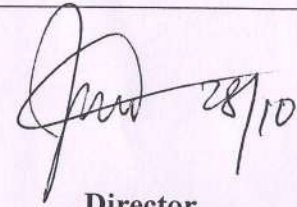
CHITTARANJAN NATIONAL CANCER INSTITUTE
PARAWISE REPLY TO THE SEPERATE AUDIT REPORT
ON THE ACCOUNTS OF CNCI FOR THE YEAR 2018-19.

PARAGRAPHS IN THE SEPARATE AUDIT REPORT	REPLY
A. Balance Sheet	
1.1 Liabilities	
1.1.1 Corpus/Capital Fund (Schedule-1) Rs.94.74 Crore	It will be revealed from the Accounts that Rs.0.90 crore for restoration work of RNMCR and Rs.1.36 crore towards Urgent repair of CNCI staff quarter were initially paid as advance to NPCC. While paying the advance the amount was booked under Advance Head abiding standing procedure of Accounting. The objective of showing it in Advance, is aimed to depict a clear & transparent discloser in the Books of Accounts in compliance with basic accounting and audit norms ðics. But instead of booking the same in advance, had been booked & displayed under Earmarked fund, it would have been merged with the overall expenditure of Earmarked Fund. Further. if it is not shown in the Advance Account of the NPCC, it will not be identified that how much already paid to the concerned party. In that case, the possibility of double payment/overpayment could not be ruled out. As it is Earmarked Account, the amount of advance had to be debited with a corresponding credit to Capital Account following regular Accounting practice. On receipt of full utilization together with commissioning certificate by the Institute from NPCC, the advance amount will be debited to Respective Assets Account or Revenue Account depending upon the nature of transactions.
B. General	
2.1	Progressive value of Books & Journals could not yet be derived in view of incomplete records pertaining to very old journals .Attempts are being made to find out the subscription price of foreign journal together with the conversion price of the then prevalent Forex at the time of procurement of such journals. Observation of Auditors noted.
2.2	It has been mentioned in the significant accounting policies (Sch.24 Sl.No.8.1) that provision of liabilities on Retirement benefits on actuarial basis is not feasible in the Institute, considering non availability of corresponding sufficient allocation of fund. Actuarial Provision of Liability requires creation of Fund and investing the same fund to meet the liability which the Institute does not deem it necessary.
C. Grant-in-Aids	Figures in respect of Grants are confirmed.
C. Net Effect	Nil


Director
CNCI, Kolkata
 Director
 Chittaranjan National
 Cancer Institute

Annexure

Audit Comments under	Replies to comments
<p>A. Adequacy of Internal Audit System.</p> <p>B. Adequacy of Internal Control System.</p> <p>C. System of Physical verification of Assets</p>	<p>A.1. Noted A.2. Noted</p> <p>B.1. Materials supplied to the Institute are received mostly through Stores Dept. However in some cases materials are also directly received by concerned Department of the Institute who in turn maintains Stock Register at their end.</p> <p>B.2 Noted for future compliance.</p> <p>B.3 Noted for future compliance.</p> <p>B.4 Noted for future compliance.</p> <p>C. Physical verification of Assets of the Institute is being carried on by engaging external expert as per consistent practice followed in the Institute and same has been completed upto 2011-12. as per the prescribed format of Common Format of Accounts recommended by the Govt. of India. Thereafter the Asset Registers of the subsequent years upto 2018-19 are available in electronic format in the computer which are duly reconciled with General Ledger of Book of Accounts of the Institute. Therefore total balance as per Asset Register is tallied with Fixed Assets Schedule as on 31.03.2019. Audit may verify the software driven Asset Register.</p>
E. Statutory Liabilities:-	NIL



Director
CNCI, Kolkata
Director
Chittaranjan National
Cancer Institute