2.6 CAG & PAC paras [F. No. 1/6/2011- IR dt.15.4.2013]

2.6.1 CAG and PAC paras and the action taken reports (ATRs) after these have been laid on the table of both houses of the parliament.

STATUS OF PENDING AUDIT PARAS (FOR THE PERIOD UP TO March - 2026

Outstanding Para's of Previous Inspection Report No. 21-004/22-23/51 dt.29-03-2023

Sl. No.	Para No.	Gist of Objection	Department's Reply
1.	OBS-610811	Non creation of Corpus Fund – Amount kept idle – ₹.12692.10 lakh.	The Governing Body will be the custodian of the all the properties and funds of the Institute and shall manage the same prudently as per the "*clause 8*" of the Rules and Regulation and Memorandum of the Association of Pasteur Institute of India, Coonoor. Therefore, the creation of Corpus Funds will be decided by the Governing Body.
2.	OBS-612047	Revision of Lease Rent for the premises occupied by the Bank of Baroda. Non revision of lease rent for the ATM functioning in PII, Coonoor for more than 10 years – Non-recovery of arrears of lease rent.	This Institute vide letter No. PII/ADMN/BOB/2024-25/44 dated 04/04/2024 and vide letter No. PII/ADMN/BOB/2024-25/139 dated 15/04/2024 informed the Chief Manager, Bank of Baroda to effect the payment of the revised rent for BOB Extension Counter and ATM respectively. Subsequently, reminders were issued vide letters mentioned below: i) No.PII/ADMN/BOB2024-25/1023 & No. PII/ADMN/BOB2024-25/1024 dated 26/07/2024 ii) No. PII/ADMN/BOB2024-25/2278 & No. PII/ADMN/BOB2024-25/2279 dated 06/12/2024 iii) No. PII/ADMN/BOB2024-25/958 dated 26/07/2025 and iv) No. PII/ADMN/BOB2024-25/2464 dated 12/12/2025. The revision of rent is yet to be implemented by the bank authorities. Therefore, the matter will be taken up once again with the Bank of Baroda authorities for immediate implementation of the revised rent.

Outstanding Para's of Previous Inspection Report No. 28-114/2024-25

Sl. No.	Para No.	Gist of Objection	Department's Reply
1.	OBS-2285299	Non compliance to the provisions resulting in locking up of Rs.160.99 Crore	The FD's was created from the Institute's Internal Revenue. The Income was generated from the sale of DPT Group of Vaccine to the Universal Immunization Programme (UIP) of Government of India for over 45 years and sale of ARV & TCARV Vaccine (Vero Cell Purified). The funds are generated to meet the future exigencies of the Institute. The Governing Body will be the custodian of the all the properties and funds of the Institute and shall manage the same prudently as per the "*clause 8*" of the Rules and Regulation and Memorandum of the Association of Pasteur Institute of India, Coonoor. Therefore, the utilization of Corpus Funds will be decided by the Governing Body.
2.	OBS-2284706	Irregular transfer and investment of GIA General in Fixed deposits for retirement benefits-Rs.156.58 crore	The Institute has got prior approval from the Ministry of Health and Family Welfare, New Delhi to have necessary Saving Bank Accounts opened with the Bank in name of various funds and that the funds and interest accrued thereon should be utilized specifically for the purpose for which the funds relate to. The Director of Pasteur Institute of India, Coonoor has been empowered to deposit the money of the funds in the respective account, to invest in other forms specified by the Government of India and also in Government Securities; to sell, endorse, transfer, negotiate or otherwise deal with the securities which are standing in the name of these funds; and to operate the same for the specific purposes for which they are meant. During the previous years the funds was transferred to the above funds from the income generated by the Institute from the sale of vaccines to the UIP of GOI. The funds were transferred to the above funds from the GIA since the production of Vaccines was stopped during the year 2012-2013 to enable the Institute's to upgrade the vaccine manufacturing facility as per cGMP norms. The funds are maintained to meet the further liabilities/exigencies of the Institute Staff & Pensioners.

3.	OBS-2284668	Inadequate follow-up and monitoring of funds released to CPWD	
4.	OBS-2284723	Inordinate delay over six years from planning stage in construction of scrapyard and non-compliance with GMP Guidelines Rs.2.05 Crore	The proposal of establishing scrapyard was initiated in November 2019 based on the request of Engineering Department. On approval of Director, the request has been made with CPWD for inspection of the proposed site in December-2019. Since no response received from CPWD, on11-08-2023, PIIC had reiterated CPWD to submit preliminary estimate at the earliest. In response to our repeated insists, the Assistant Engineer, SCSD, CPWD, Salem inspected the site on25-08-2023 and submitted the draft preliminary estimate amounting to Rs.1,99,68,300/- including 3% contingencies and excluding the electrical portion over e-mail on 23-09-2023. This matter has been placed as an agenda before the Estate Committee in its meeting held on 07-10-2023 for discussion. The Estate Committee suggested to visit the area along with the Civil Engineer (Outsourced) and to examine the proposed plan in detail. After scrutiny, the CPWD was requested to submit the original estimate incorporating the electrical portion and accordingly, the CPWD has submitted the preliminary estimate amounting to Rs.2,05,26,000/- including 3% contingencies on 10-11-2023 for accord of approval of the Competent Authority. The same has been placed before the Estate Committee in it meeting held on 06/07/2024 and the committee agreed for construction of scrapyard through CPWD. Since the preliminary estimate cost exceeding the financial powers of Director, PIIC requested approval of the Secretary (HFW) in the capacity of chairman Governing Body of PII, Coonoor. The Administrative Approval and Expenditure sanction of the competent authority for the subject work amounting to Rs.2,05,26,000/- was communicated to CPWD on 07-03-2025 based on the approval of Governing Body of PII, Coonoor in its meeting held on 10-01-2025. And 50% of

			fund deposit ie. Rs.1,02,63,000/- transferred to CPWD during March 2025. On receipt of approval and fund deposit, the CPWD carried out the soil testing works on 08-05-2025 and 22-08-2025 respectively in the proposed site and after due tender formalities, the work has been awarded to the contractor M/s. Alam Construction, Delhi – 110 033 on19-09-2025 by CPWD. The contractor approached this Institute only on 11-11-2025 for obtaining necessary statutory approval for utilizing JCB in the site. The statutory permission for utilizing JCB in the site received from the District Collector, Nilgiris, on 03-12-2025 and work of construction of scrap yard is under progress as per the schedule of CPWD.
5.	OBS-2283310	Weak Internal control and Incorrect Accounting Treatment Resulting in Misleading Financial Position	As per the instruction of the Ministry of Health and Family Welfare, New Delhi the balance sheet format is being used for more than 25 years. The Plan/Non Plan (General fund) funds receipts and payments are combined together to form the Balance Sheet. The Balance Sheet is submitted to the Ministry for approval every year. Moreover, regarding the Grant-in-Aid received and expenditures made from GIA are being shown in the Utilization Certificate and submitted to the Ministry every year. The weekly expenditure made from the GIA is also being regularly sent to the Ministry. Hence we are maintaining our Accounts correctly. However, necessary steps will be taken to revise the Balance Sheet format if necessary to the latest prescribed format after getting the approval from Ministry.
6.	OBS-2285098	Inaction on long-pending Earmarked/Endowment Fund balance (TOPV & WHO)	The amount was initially spent from Non-Plan fund of the Institute. The Contingency Grant amount is due from the DGHS (EPI Section) for TOPV Potency Testing made at this Institute. The letter sent to DGHS requesting to release the contingency grant is attached herewith. The details regarding Earmarked/Endowment Funds i.e.TOPV and WHO are being collected since the figures are carried over for more than 25 years. The same will be submitted to the Audit in due course.