

Financial Policy

The institution has strategies for the mobilization and optimal utilization of resources and funds from various sources (government/ nongovernment organizations), and it conducts financial audits regularly (internal and external).

- A. The colleges established in the state have been providing higher education to the urban, rural, tribal, and hilly areas. The existing colleges are classified into three major categories: Government Colleges, Grant-in-aid Colleges, and self-Financed Colleges.
- B. A self-financed college does not receive any financial aid from the State Government or Central Government.
- C. The SVCON comes under self-financed category, and obviously, there are restrictions on the mobilization and optimal utilization of resources and funds.

Features of self-financed colleges are:

- a) A college that does not get any funds or aid from the Government.
- b) A college takes fees from the students.
- c) The management pays the salary of the teachers.
- d) The teachers have no protection from the Government.
- e) A college has more freedom and liberty.
- f) Financial help from family and friends.
- g) Receive financial assistance directly from an external funder.
- h) A Loan from the Banks.

Policy on Internal and External Financial audit mechanisms

1. **Purpose:** The purpose of the institutional accounts is to be regularly audited by internal and external statutory audits and to establish the accuracy and genuinity of every transaction.
2. **Procedure:** SVCON has deployed consistent internal audits in addition to the statutory external Audit since the college's inception. Suitable mechanisms are



available to monitor financial resources' effective and efficient use. The annual revenue and capital expenditure budget are recommended annually and approved by the Governing Council of the Swami Vivekanand Shikshan Prasarak Mandal. Generally, the recurring expenses and capital expenditures are projected to be within the budgeted resources of the college, so deficit budgeting is not encouraged. If a deficit budget exists, management contributes equal sum of the deficit in this case.

3. The SVCON has a mechanism for internal and external Audits to verify and certify the income, expenditure, stocking level of consumables, and capital expenditure each year.
4. The internal audit team thoroughly checks all day-to-day transactions initiated under various departments, Purchase, Stores, Cash, Bank, Billing, Maintenance and Capital Works, etc.
5. External Audit is done by an audit firm team headed by Chartered Accountants. External Audit includes verification of all statutory commitments and compliance of the same carried out elaborately, taking into the reports of the regular internal Audit.
6. By adopting both internal and statutory Audits, the accuracy of the financials is achieved and maintained. The report by the audit team is immediately corrected, and precautionary steps are taken to avoid such errors in the future, thereby adhering to standard accounting practices.



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