



6.4.1. Institution has strategies for mobilization and optimal utilization of resources and funds from various sources (government/ non-government organizations) and it conducts financial audits regularly (internal and external)

Laxminarayan College has established a strong foundation in financial accountability through its rigorous adherence to internal controls and external audits. This commitment ensures the integrity and transparency of its financial transactions, fostering trust among stakeholders.

At the heart of the college's financial management lies the Accounts Bursar, who plays a pivotal role in conducting internal financial accounting. By meticulously verifying transactions and rectifying errors promptly, the Bursar contributes significantly to the accuracy and reliability of the college's financial records. To further reinforce financial integrity, annual external audits are conducted by the local fund audit. These audits involve a thorough review of the books of accounts, culminating in the preparation of an Audited Statement. This statement is presented to the Governing Body for approval, ensuring that the college's financial practices meet the highest standards of accountability.

To maintain financial discipline and prevent unnecessary expenditures, the college requires special sanctions from the Governing Body for any expenses that exceed budget proposals. This mechanism underscores the institution's commitment to responsible spending and effective resource allocation.

Before any expenditure is incurred, a meticulous process of budget estimation and approval is followed. Proposed expenditures are carefully prepared and submitted to the sanctioning authority for review.

To ensure equitable distribution of funds, Laxminarayan College has established various committees, including the Purchase, and Building Committees. Additionally, the Governing Body and specialized Central Committees contribute to strategic planning and fund allocation for development and library enhancements.

The college mobilizes resources through a variety of channels, including student fees, research projects funded by external agencies, contributions from the Alumni Association and philanthropic donations. Funds received from projects, schemes, and programs are utilized effectively, with utilization certificates and audited statements submitted to funding agencies. Grants from various sources are directed towards infrastructure development, maintenance, and enhancement of academic and support facilities.

The College Central Purchase Committee oversees the procurement of goods and services. This committee ensures that purchases are made in accordance with established guidelines, promoting efficiency and cost-effectiveness. Allocations to departments and societies support a wide range of academic and co-curricular activities, including conferences, seminars, field trips, workshops, training programs, and orientations.

To maintain accurate records of laboratory instruments and library books, regular inspections are conducted. Funds from government agencies, such as RUSA, OHEPEE, and WODC, are subject to audits by special audit teams, ensuring transparency and accountability in government-funded transactions.

Laxminarayan College's robust management system fosters transparency and accountability in all financial transactions. Annual internal and statutory audits provide a comprehensive review of college expenditures, including staff salaries, fee collections, UGC grants, and income from self-financed courses. The college accountant plays a vital role in overseeing auditing and maintaining scholarship accounts, further strengthening financial integrity.

In conclusion, Laxminarayan College's commitment to financial accountability is evident in its rigorous management practices and governance framework. By adhering to established audit procedures and fostering transparency in financial dealings, the college safeguards its financial health and enhances its reputation for excellence in education and institutional management.

So, the institution has implemented a robust financial management system that ensures efficient mobilization and utilization of resources. Here are the key strategies employed:

1. Recurring Sources:

- **Fees:** Students are admitted by paying fees as per Govt. of Odisha norms. The collected fees are used for recurring expenses like electricity, maintenance, and vehicle fuel, as well as a portion of infrastructural development.
- **Interest Earnings:** Short-term deposits of collected fees generate interest income, which is utilized for college development.

2. Non-Recurring Sources:

- **Government Grants and Sponsorship:** Grants from government bodies and sponsorships from industries and individuals support research, conferences, and other activities.
- **Infrastructural Grants:** Grants are received under World Bank Project, RUSA, WODC, ITDA funds for infrastructure developments

3. Optimal Utilization:

- **Financial Planning:** The institution prepares a budget based on sources of earnings and expenditure, allocating funds for salary, infrastructure, faculty development, research, library, canteen, and hostels.
- **Regular Review:** The Accounts Committee reviews the budget periodically, involving various departments and sections.
- **Expense Monitoring:** The institution monitors expenses against the budget, considering factors like salary, infrastructure, equipment, furniture, books, and journals.
- **Financial Audits:** Regular internal and external audits ensure transparency and accountability in financial transactions.

Specific Strategies for Mobilization and Utilization:

- **Diversified Funding Sources:** The institution relies on a mix of recurring and non-recurring sources to reduce dependence on any single source.
- **Strategic Fee Structure:** The development fees from students contribute to the revenue.
- **Effective Resource Allocation:** The budget allocation process prioritizes essential areas like infrastructure, faculty development, and research.
- **Regular Financial Monitoring:** Internal and external audits provide insights into financial performance and identify areas for improvement.
- **Transparent Financial Reporting:** The institution makes audited financial statements public, promoting accountability and trust.

Overall, the institution's strategies effectively mobilize and utilize resources, ensuring efficient financial management and sustainable development.




Principal
Laxminarayan College
JHARSUGUDA