



A.M. REDDY MEMORIAL COLLEGE OF PHARMACY

(Appr. by AICTE & PCI New Delhi; Reg. by Govt. of Andhra Pradesh, Affil. to Acharya Nagarjuna University)

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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)

Financial Audits:

A well-defined mechanism is in force for financial audits to have discipline and transparency in financial management. The accounts of the institution are in compliance with internal and external audits.

(i) Internal audit: The College have a dedicated in-house internal audit person available, and they conduct periodic audits in various aspects, which includes revenue audit, payroll audit and review of day-to-day transactions etc. Internal auditors act as consultants to the organization providing assurance on the organization risk management governance and internal control processes. They deal with issues that are fundamentally important to the survival and prosperity of organization.

(ii) External audit: Apart from internal audit, all accounts of the Institution are audited regularly by Certified Statutory Auditors on annual basis. External auditors review the internal control mechanism, accounting policies, accounting standards, financial analysis and prepare financial statements. In a case where the external auditor identifies a significant issue with the accounts, they will provide the managers in the institute with an “audit management letter” which records any issues and how they should be resolved.

Mobilization and Optimal Utilization of Resources:

The availability of funds is essential for any organization, society, family, or co-operatives but the mobility of funds is even more important. The mobility of the fund is in right direction, otherwise it becomes ineffective even though the fund is available. Therefore, the mobility of funds is important for the development of the organization. The institution has clear, well-defined, and systematic strategies to ensure the ideal utilization of available resources. The Principal and the various committees of the college monitor the use of resources.


(i) Mobilization of Funds:

The major financial resources of institution are the fee collected from students and finances generated through consultancy/ University services. In addition to these regular sources, efforts are made to mobilize

additional finances to meet the demands of institutional needs and requirements. Merit scholarships, medals are instituted for honouring outstanding students out of the donations collected from individuals or institutions and Alumni while maintaining good relations with them.

(ii) Optimal utilization of resources:

Financial Planning is exercised well in advance for the organization with efficient Budgeting, after involving all the Academic Departments and Administrative Sections of Institute. Every year institute prepares a budget. While preparing budget the department requirements include co-curricular and extracurricular activities. After reviewing budget by Principal, final consolidated budget is forwarded to Management for approval. The institute is running with self-sufficient funds by generating the cash inflow from tuition fee from students and other miscellaneous income. Management supports financially in case of need and in times of financial inadequacies. The shortage of funds during the expansion or renovation of buildings has been managed by funding from Society. The management will review the financials through budgets vs actuals on every quarter, which will ensure to monitor the effective and efficient use of financial resources.


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