



भारतीय प्रौद्योगिकी संस्थान इन्दौर
INDIAN INSTITUTE OF TECHNOLOGY INDORE

Minutes of the twenty first (21st) meeting of the Finance Committee held at
15.00 Hrs. on Tuesday, May 8, 2018 at Board Room, IIT Indore.

Present:

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| 1. Professor Pradeep Mathur
Director, IIT Indore
(Acting as Chairperson FC in absence of
Regular Chairperson as per the
directive of MHRD, GOI) | Chairperson |
| 2. Professor Pradeep Mathur
Director, IIT Indore | Member |
| 3. Professor N. K. Jain
Dean, Academic Affairs, IIT Indore | Member |
| 4. Mr. Prashant Agarwal
Director (IITs), MHRD
(Through Skype)
Representing Dr. Sukhbir S. Sandhu
Additional Secretary (TE), MHRD | Member |
| 5. Dr. Rajesh Kumar
Dean, Planning, IIT Indore | Special Invitee |
| 6. Dr. Swadesh Kumar Sahoo
Dean, Administration, IIT Indore | Special Invitee |
| 7. Mr. Subrata Sarkar
OSD (Admin), IIT Indore | Special Invitee |
| 8. Mr. Siba Prasad Hota
Deputy Registrar (Material Management), IIT Indore | Special Invitee |
| 9. Mr. Pradeep Agarwal
Deputy Registrar (Finance & Accounts), IIT Indore | Special Invitee |
| 10. Mr. R.P. Dwivedi
Registrar, IIT Indore | Secretary |



Leave of absence:

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| 1. Ms. Darshana M. Dabral
JS & FA, MHRD | Member |
| 2. Professor K. Krishnamurthy Rao
Indian Institute of Technology Bombay | Member |

FC/21/1	Opening remarks by the Chairman, Finance Committee.
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In absence of regular Chairman of Finance Committee, Professor Pradeep Mathur, Director, has chaired the meeting. He welcomed all the members and special invitees.

Chairman appraised the Committee that the Institute has doubled the progress since last meeting which was held on March 7, 2018 and lot of works are going on. The CPWD works are progressing well. Institute has received a demand from CPWD of Rs. 71.33 crores for payments of bills to its contractors for the assigned construction works. The Institute has already sent letters to MHRD dated March 28, 2018 and May 1, 2018 for releasing the grant either through HEFA or MHRD. Non-receipt of funds may lead to delay in completion of buildings particularly Hostel buildings which are needed in July 2018 for accommodating the increased intake of BTech students.

The construction and infrastructure work of Phase-1 is completed 80% and Phase 2 is going on with fast pace. CPWD has been assigned with 10 construction works on deposit basis. There are 04 hostel buildings out of which 02 are completed 18% and the construction of remaining 02 has recently been started. Construction work of Health Centre, Library building, Dining Hall & Food Court has also started recently. Work orders for Administrative Block and Campus infrastructure have been issued by the CPWD. The tendering of Lecture Hall Complex is in progress.

The Institute received Rs. 386.44 crores as Plan Grant-in-Aid during F.Y. 2017-18. Out of which Rs. 301.65 crores were utilized including deposits to CPWD/Others. Institute received fewer grants under head General Expenses during previous years resulting deficit of Rs. 59.05 crores as on March 31, 2018. The Institute has already submitted the proposal for funding the construction works for Rs. 437.12 crores as of now through HEFA.

The member from MHRD (IFD) could not attend the meeting. However, on her behalf point wise comments have been received from Under Secretary (Finance) vide letter F. No. 1-31/2017-IFD dated May 8, 2018 and were taken into consideration while discussing each agenda item.



FC /21/2	To confirm the minutes of the twentieth (20th) meeting of Finance Committee held on March 7, 2018.
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Minutes of 20th Finance Committee were circulated to all the members and no comments were received. It has been noted that at agenda item No. FC/20/8 , due to typographical error the date of HEFA meeting was typed as March 2, 2018, the same is to be read as February 2, 2018.

The comments received from member MHRD, IFD : May be considered, if as per rules

Response from Institute - No comments were received from any member.

Finance Committee resolved to confirmed the minutes.

FC /21/3	To consider the Action Taken Report (ATR) on the minutes of the twentieth (20th) meeting of Finance Committee Meeting.
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The Action Taken Report on the minutes of 20th Finance Committee meeting was presented before the Committee. The Committee noted the same with satisfaction.

The comments received from member MHRD, IFD : May be noted.

Response from Institute : Noted by the Finance Committee.

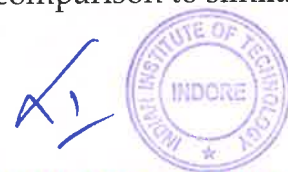
FC/21/4	To consider the recommendations of 38th Building and Works Committee meeting held on April 26, 2018.
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The comments received from member MHRD,IFD : May be considered, if these are in approved DPR of the Institute. Whether the proposed funds may be taken from HEFA loan. If so, HEFA guidelines should be followed.

Response from Institute : The projects under item (1) and (2) are within the approved DPR and will be funded through HEFA loan. Project No. (3) is as per the Central Govt. directives and will be funded through MHRD grant/HEFA.

(1)BWC/38/9: To consider proposal for construction of Housing building.

The recommendations of 37th BWC to accord approval of Rs. 41.49 crores were placed before 20th Finance Committee meeting held on March 7, 2018. The Finance Committee referred back the proposal with the observation that the preliminary estimates given by CPWD are higher in comparison to similar



building constructed by the Institute and required closer examination and justification of the estimates.

After the revision, the CPWD submitted the estimate of Rs. 37.70 crores which was placed before the BWC. The BWC observed that the construction cost of the completed works undertaken by the Institute was 30% (appx) below, in comparison to CPWD. This has been observed in some other cases also.

Considering the same, the BWC has decided as a policy, to approve the Preliminary Estimates of all future works, below 30% on the Preliminary Estimates (PE) based on CPWD calculation.

In view of the same, the recommendations of BWC of Rs. 26.39 crores plus taxes and contingencies(as applicable) for the construction work of Housing building was considered and recommended by the Finance Committee to the Board for approval of A/A & E/S . The FC recommended to submit proposal for funding for the Housing building through HEFA.

(2) BWC/38/10 :To consider the proposal for construction of Animal House.

The Finance Committee was informed that Animal House is a specialized building to be constructed for research purpose. Dr. P.Y. Guru, expert and former Head National Laboratory Animal Center (NLAC), Department of Bio-Technology gave presentation before the BWC on the detailed aspects of planning; and there is a need to create an Animal House in IIT Indore.

The Preliminary Estimates of Rs. 17.50 crores submitted by CPWD for an area of 2625 Sq meters were considered and recommended by BWC for Rs. 12.25 crores (As per the formula (Below 30% approved by BWC). The Finance Committee considering the recommendations of BWC recommended the A/A & E/S of Rs. 12.25 crores plus taxes and contingencies charges (as applicable) to the Board for approval. The FC recommended to submit proposal for funding for the construction of Animal House building through HEFA.

(3) BWC/38/11 : To consider deposit work of Solar Power Project to Solar Energy Corporation of India (SECI) under Ministry of Non-Renewable Energy, GoI.

The recommendations of BWC for installation of Rooftop Solar PV work for 422 kwp with an estimated cost of Rs. 1.58 crores was considered and recommended by the Finance Committee to the Board for approval of A/A & E/S. The work may be entrusted to Solar Energy Corporation of India (SECI) (Government of India Enterprise) on deposit work basis as CAPEX model. FC

recommended that being minor amount, Institute may decide to meet this requirement from Institute's grant-in-aid (Capital) received from MHRD or to submit proposal for funding through HEFA.

FC /21/5	To consider Annual Financial Statements for the Financial Year 2017-18 for recommending to the Board of Governors for approval.
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The Annual Financial Statements (Annual Accounts) for the Financial Year 2017-18 duly audited by internal auditor of the Institute M/s PC Gadhiyali & Co, Chartered Accountants, Mumbai were placed before the Finance Committee and a presentation was made.

The Finance Committee observed that the Institute is getting less than required funds from MHRD for recurring expenditure (under head 31) in recent years, and as a result, Rs. 59.05 crores have been utilized from internal corpus temporarily on recoupment basis.

The Committee recommended for submission of the Annual Financial Statements for the F.Y. 2017-18 to CAG after approval from BoG.

FC /21/6	To consider proposal for disposal of moveable assets (Surplus Vehicles).
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The recommendations of Asset Disposal Committee constituted for reviewing the physical condition, kilometers run, age of vehicles, cost of maintenance & repair and usability & requirement were considered. Finance Committee approved disposing of 08 surplus buses by adopting the prescribed procedure. The Committee approved disposal of movable assets (Surplus Vehicles) as per Government of India guidelines.

FC /21/7	To consider proposal for disposal of old vehicles and replacing with the new ones.
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Finance Committee in its 20th meeting held on March 7, 2018 had recommended to resubmit the proposal with the recommendations of Asset Disposal Committee constituted and to take input on procurement of Staff Car by other IITs. Asset Disposal Committee inspected all the 03 Vehicles i.e SFX4 Maruti (Staff Car) and TATA SUMO(2 Nos) and considering the life, mileage, physical condition, running history, mileage, expenditure on maintenance and repair, etc. recommended to dispose these three vehicles and replace with new ones. The Finance Committee approved the disposal of these 03 vehicles by adopting the prescribed procedure.

A presentation was made before the Finance Committee after taking the inputs from other IITs for procuring Staff Car. The Finance Committee observed that other IITs have purchased the Staff Cars which cost ranging between Rs. 14.00 lakh to Rs. 32.4 lakhs and have latest safety features.

The Finance Committee approved that the Institute may procure Staff Car by following the method/procedure as adopted by other IITs upto the cost of Rs. 20 lakhs as per Government of India rules. The other two TATA SUMOs may be replaced by procuring suitable models. One member (MHRD representative) advised to find out how the other IITs have procured the said vehicles and that same procedure may be followed, in compliance with Government of India rules.

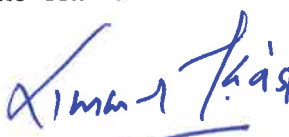
FC/21/8	Any other agenda with the permission of Chair.
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(1) To consider construction of Gate Complex at Gate no. 1 and 2 of IIT Indore Campus.

The agenda for construction of Gate Complex at Gate no.1 and 2 was considered by the Committee. Member from MHRD (Technical Division) was requested to give his comments on the agenda which was communicated by him positively and by following the due procedure and GFR. The Finance Committee resolved to construct the Gate complex through its own estate section.

The meeting ended with a vote of thanks to the Chair.


Professor Pradeep Mathur
Director, IIT Indore


(R.P. Dwivedi)
Registrar &
Secretary, FC, IIT Indore


Professor Pradeep Mathur
Chairman, Finance Committee
IIT Indore

