



भारतीय प्रौद्योगिकी संस्थान इन्दौर  
INDIAN INSTITUTE OF TECHNOLOGY INDORE

Minutes of twenty third (23<sup>rd</sup>) meeting of the Finance Committee held at  
14.00 Hrs. on Thursday, October 25, 2018 at Board Room, IIT Indore.

**Present:**

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| 1. Professor Pradeep Mathur<br>Director, IIT Indore<br>(Acting as Chairperson FC in absence of<br>Regular Chairperson as per the<br>directive of MHRD, GOI) | Chairperson     |
| 2. Professor Pradeep Mathur<br>Director, IIT Indore   | Member          |
| 3. Professor N. K. Jain<br>Dean, Academic Affairs, IIT Indore   | Member          |
| 4. Professor K. Krishnamurthy Rao<br>Indian Institute of Technology Bombay  | Member          |
| 5. Mr. Prashant Agarwal<br>Director (IITs), MHRD<br>(Through Skype)<br>Represented Dr. Sukhbir S. Sandhu<br>Additional Secretary (TE), MHRD                 | Member          |
| 6. Mr. Anil Kumar,<br>Director (IFD), MHRD<br>(Through Skype)<br>Represented Ms. Darshana M. Dabral<br>JS & FA, MHRD  | Member          |
| 7. Dr. Shaikh M. Mobin<br>Acting, Dean, Planning, IIT Indore  | Special Invitee |
| 8. Mr. A. K. Pandey<br>Project-In-charge  | Special Invitee |
| 9. Mr. Pradeep Agarwal<br>Deputy Registrar (Finance & Accounts), IIT Indore   | Special Invitee |
| 10. Mr. S.P. Hota<br>Registrar I/c, IIT Indore  | Secretary       |



FC/23/1

Opening remarks by the Chairman, Finance Committee.

The meeting started with the welcome address of the Chairman. Professor Pradeep Mathur apprised the Committee that in absence of regular Chairman BOG, as per MHRD directives, dual responsibility is being taken care of by Director, IITI. Chairman also apprised that in the Times Higher Education (THE) Rankings 2018 IIT Indore has been ranked first amongst all IITs. For this achievement, on behalf of the Institute, the Chairman thanked for the contribution of students, faculty and staff members, and that of the Committee Members of the Finance Committee. It was also informed that construction work is in progress though not as per expectations of the Institute. Overall, the Institute is performing well on different parameters and it is felt that with the recently announced ranking, IIT Indore should be a strong contender for the Institute of Eminence recognition by the Government of India.

Chairman asked the Secretary to go ahead with the agenda of the meeting.

FC /23/2

To confirm the minutes of the twenty second (22<sup>nd</sup>) meeting of Finance Committee held on June 12, 2018.

The minutes of 22<sup>nd</sup> meeting of Finance Committee held on June 12, 2018 were circulated amongst the members. Comments received from MHRD, vide letter dated July 09, 2018, were presented in the meeting. The minutes were confirmed with some minor correction, as follows:

**22.1: was replaced as:**

Due to unavoidable circumstances, the meeting was rescheduled on the same day at 1700 hrs. The meeting started with the welcome address of the Chairman. The Chairman has asked the Secretary to go ahead with the agenda items.

**22/3** Regarding staff car, the proposal to replace the old car with a new Maruti Ciaz has been approved as per the advice of MHRD vide its earlier letter No.15-13/2014-T.S.-1 dated July 9, 2018. The approximate price of the proposed car is Rs.12,00,000/- only. The Committee also noted that the other IITs have purchased vehicles like Skoda Superb and equivalent models with adequate safety features which are of almost double the cost of the proposed model, and there is lack of clarity on the issue. However, IITI will go for much lesser value vehicle as per the advice of MHRD and to ensure financial proprietary.

FC decided to expunge last para of 22/3.

Minutes, 23<sup>rd</sup> FC Meeting



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**22/4** In respect of item no. 22/4(A). BWC.39.6, after discussing the comments from MHRD vide ibid letter, the Committee confirmed the resolution of FC and communicated the same vide minutes of the meeting.

In respect of item no. 22/4 (A.BWC.39.9): Committee was informed that both works i.e. related to (i) construction of Guest House and (ii) Installation of Roof top Solar PV work was awarded on dated July 24, 2018 and dated August 29, 2018 respectively and the work is already in progress in both cases.

**22/7** regarding creation of a green fund, it was clarified that a separate head of account under the name Green Fund will not be created from MHRD Grant. However, it was clarified that a separate account is being created from contributions/ donations and other sources of external income for sustainable green initiatives of the Institute.

FC /23/3	To consider the Action Taken Report (ATR) on the minutes of the twenty second (22 <sup>nd</sup> ) meeting of Finance Committee meeting.
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Committee noted ATR with satisfaction. With reference to item no. 22/4, it was clarified that the Institute is not creating any additional infrastructure against the approval of the Cabinet.

As further desired status of disposal of vehicles with acquisition cost, auctioned value and other details were provided at item no. 23/11/iii under Reporting Items.

FC/23/4	To consider the recommendations of 38 <sup>th</sup> and 39 <sup>th</sup> Building and Works Committee meetings.
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1. **BWC/38/10 - (FC/21/4(2)):** To consider the proposal for construction of Animal House.

This matter was deferred.

2. **BWC/39.8(2):** To consider development of cricket field at IIT Indore:

Committee recommended the AA & ES of Rs.180.20 lakhs to BOG for approval. It was also recommended for funding through HEFA loan. Work will be undertaken by IITI internal construction wing.

FC /23/5	To consider and approve the Budget Estimates (BE) for 2019-20 along with the Revised Estimates (RE) for 2018-19.
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Committee was informed that in the month of November 2018, MHRD will have detailed discussion on Budget with each MHRD institutes separately. However, Committee recommended to send Budget Estimates (BE) for 2019-20 along with the Revised Estimates (RE) for 2018-19 to MHRD after putting requirements from HEFA in a separate footnote, as follows:

O. H.	Major Head	Budget Estimates 2018-19	Revised Estimates 2018-19	Budget Estimates 2019-20**
(1)	(2)	(5)	(7)	(8)
35	Land & Building (Campus Development)	436.46	51.02	67.63
	Other Fixed Assets including Equipment, furniture & fixtures, computer & peripherals, software, books etc.	62.15	46.96	86.15
<b>Total</b>		<b>498.61</b>	<b>97.98</b>	<b>153.78</b>
36	Salary & Other Components	47.57	39.89	48.76
31	a. Other Recurring Expenditure	58.64	38.91	46.70
	b. Short release by MHRD during previous financial years*	-	59.06	-
	c. HEFA Loan Principal amount & Interest repayment	-	58.00	108.00
	<b>Total (a+b+c)</b>	<b>58.64</b>	<b>155.97</b>	<b>154.70</b>
<b>Total (budget head 31+36)</b>		<b>106.21</b>	<b>195.86</b>	<b>203.46</b>
<b>Grand Total</b>		<b>604.82</b>	<b>293.84</b>	<b>357.24</b>
<b>Loan requirement from HEFA</b>		<b>---</b>	<b>310</b>	<b>400</b>

Committee resolved to request MHRD to consider releasing the deficit under OH 31 (as on 31.03.2018) due to short release by MHRD during previous financial years. The requirements were met from the internal sources of the Institute. The member from MHRD has informed that some decision is being taken up not to reimburse the shortfall of funds already utilized from the Internal resources of the Institute. However, FC feels that the funds were spent in anticipation of funds from MHRD and the new decision on non-reimbursement may NOT be applied retrospectively.

FC /23/6	<b>To consider proposal to deposit Rs. 25.85 lakhs with Government of Madhya Pradesh to acquire land to resolve IITI boundary dispute with the nearby habitants.</b>
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Institute represented the seriousness of the boundary wall gaps in view of recent incidents of attacks on Institute guards by unruly elements. There were similar incidents earlier too and the safety of students, especially female students is at risk in view of the unresolved issue of boundary wall. In this context the Institute agrees to pay the amount to State administration for closing the gaps which can be recouped from MHRD.

However, it was advised by the MHRD members to send the proposal to MHRD again to take the matter with State Government as responsibility of land acquisition is of the State Government only.

In view of above, the committee members emphasized that the constraints of the Institute may be taken up seriously in case of any untoward incident because of the boundary wall issue and related threat perception.

The advice of MHRD is accepted and the details will be once again forwarded to MHRD for taking up the issue with state government as per the agreement of land allotment.

FC /23/7	<b>To consider the proposal for construction of Forest Beat Office and Nursery in 80 hectares of land within IIT Indore premises.</b>
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Committee advised to reexamine the Agreement and take legal opinion w.r.t whether Institute can contest to forest department in this regard as the safety and security of the Forest department officials inside the campus may not be ensured in the present context. The regular movement of forest department may also adversely affect the academic environment of the Institute as the new building of student utility is coming up bordering the forest area as per Master Plan.



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<b>FC /23/8</b>	<b>To consider the proposal of extending the contract of appointment of Internal Auditor firm for the financial year 2018-19 on revised fee.</b>
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Committee deliberated on the matter and resolved that fresh tenders may be invited with the revised scope of work.

<b>FC /23/9</b>	<b>To consider the review and reassessment of security services at IIT Indore.</b>
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The Committee noted with satisfaction the downsizing of security personnel and reduced recurring expenses thereon with acquisition and installation of safety and surveillance devices as men-tech solution for the campus with porous boundary wall and persistent threat perception to IITI community. As per details provided, expenses (approx. Rs.25 lakhs p.m.) recommended to BOG for approval.

<b>FC /23/10</b>	<b>Ratification item:</b>
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- 1. To ratify the additional loan proposal to Higher Education Financing Agency (HEFA) within the Budget allocation for financial year 2018-19.**

The Committee ratified the same and recommended to BOG for the same.

<b>FC /23/11</b>	<b>Reporting items:</b>
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- 1. To report the latest position of grant-in-aid received from MHRD, GOI and its utilisation.**

Position of funds was reported to the Committee.

- 2. To report the status of pending audit paras and vigilance cases of IIT Indore.**

Committee expressed satisfaction as there was no vigilance case pending. Committee noted the status of pending audit paras and advised to make efforts to dispose of outstanding paras especially one which is related to year 09-10.

**3. Disposal of buses on the auctioned rates:**

Committee noted the recommendations of the Disposal Committee and asked Institute to complete the disposal process at the earliest.

**4. Details of Equipments/services costing Rs.50 lakhs and above reported to the Committee.**

Committee noted with the satisfaction details of equipments/services costing Rs.50 lakhs and above as reported.

FC/23/12	Any other agenda with the permission of Chair.
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**A. To report sanction of loan amounting to Rs.437.12 Crores by HEFA**

Committee noted the terms and conditions of the loan sanction letter. As per sanction the Institute will need to complete requisite formalities such as opening/charging on four escrow bank accounts as collateral, signing of loan documents etc. as specified in the loan sanction letter.

Decisions taken above have been as confirmed by all members and after taking into cognizance comments received from MHRD vide letters dated 04.10.18 and 23.10.18.

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

  
**Professor Pradeep Mathur**  
Director, IIT Indore

  
(S.P. Hota)  
Registrar I/c &  
Secretary, FC, IIT Indore

  
**Professor Pradeep Mathur**  
Chairman, Finance Committee  
IIT Indore

