

DRAFT MINUTES FOR 1st MEETING OF THE FINANCE COMMITTEE HELD ON 30th JUNE, 2017 AT 11.00 AM.

The following members attended the 1st meeting of Finance Committee Meeting of IIIT, Nagpur:

S.N.	Name and Address	Designation
1	Dr. Narendra S. Chaudhari Director, Visvesvaraya National Institute of Technology (VNIT), Nagpur	Chairman
2	Shri. S. J. Kunte, Principal Secretary, HTED, GoM, Mumbai (Through Skype)	Member
3	Dr. Ashwin G. Kothari, Associate Dean, IIIT Nagpur.	Member
4	Shri. Kailas N. Dakhale, I/c. Registrar, IIIT Nagpur.	Member-Secretary

Smt. Darshana M Dabral, Financial Advisor, MHRD, New Delhi, could not attend the meeting and requested Member Secretary to submit the agenda for comments. Accordingly comments on the agenda are received from MHRD, New Delhi, vide letter no. F.No. 23011/11/2017-IF.I (copy enclosed).

FC 01.01: To Approve the Budget Expenditure for the year 2017-18 of IIIT, Nagpur

Agenda: A copy of the budget for the year 2017-18 is enclosed as **Annexure-A**. The FC is requested to deliberate and recommend the same to BoG for its approval.

Resolution:- FC Recommended the Budget provision & expenditure for the financial year 2017-18 for its approval by BoG.

FC 01.02: To Approve long term financial plan (Five Years)

Agenda: A copy of long term financial budgetary planning for the year 2017-18, 2018-19, 2019-20, 2020-21 & 2021-22 are put up as **Annexure-B**.

The five year planning has been prepared for the worst case scenario so as to have realistic projection for which following assumptions are made:-

1. In five years no fee hike is considered and for all year (except for first two batches ie 2016-17 & 2017-18) the tuition fee is considered as Rs.1,80,000/- only). No hike in hostel fee is also considered.
2. The strength admitted is considered as 70-90% only and not 100% for any year.
3. Income from only B.Tech programme has been considered.
4. For all five years, the current strength of intake is only considered and possibility of increase in strength or starting additional courses is not taken into consideration.
5. For all kinds of calculation student, faculty ratio is considered as 15:1.

The resulting suggestible outcome(s) of above long term financial planning are as follows:-

1. At the site of the permanent campus construction activities of *Master Plan/Structural Drawing, Building Drawing & Construction of Building (1st Phase) on PMC basis of Rs. 146.48 Cr. plus 7 % agency charges (Services Tax extra as applicable)* can be carried out over a period of five years in terms of two sub phases ie
 - 1(a) (One Admin Block, One Academic Block, One Hostel Block and One Residential Block along with external development and electrical & plumbing services and construction of boundary wall) and
 - 1(b) (One Academic Block).
2. At the end of 5th year, the institute is anticipated to attend adequate financial sustainability with surplus amount of Rs. 17.50 Crore even after the construction of 1st phase.
3. For better financial sustainability provision should be made for tuition fee and hostel fee hike of 10% per academic year.
4. At least two Post Graduation (PG) programmes with skill component and industry collaboration may be started with intake of 40 each, which would help in generating revenue of Rs.160 Lakhs per year (40 students x 2 Programmes x 2 Lakhs per student fee).
5. With available faculty strength at least 30 PhD scholars may be registered without any additional financial liability on the Institute. This would help to generate anticipated revenue of Rs.75 Lakhs per year (30 students x 2.5 Lakhs per student =Rs. 75 Lakhs).

This can be done by registering the candidate under various schemes supported through research grant provided by other Ministries (ie DST / MeitY / SERB etc).

As per the faculty and infrastructure availability the strength of the existing under graduate programme may be increased by 25% every year or one or two new programmes may be started.

Resolution: FC recommended the long term financial plan (5 year) for adoption by BoG

FC 01.03: To recommend financial items of 2nd BWC (Building Works Committee), IIT, Nagpur.

Agenda: Carrying out 1st phase construction activities and Construction of boundary wall at permanent campus site on Project Management Consultancy(PMC) basis
The minutes of 2nd BWC meeting are attached (Annexure-C.)

With respect to 2nd BWC meeting agenda no. 02.03 and 02.04 the 1st phase of construction according to Master Plan comprises of two sub phases i.e.

1(a) (One Admin Block, One Academic Block, One Hostel Block and One Residential Block along with external development and electrical of & plumbing services of Rs.121 Crore) and

1(b) (One Academic Blocks. of Rs.25.40 Crore) plus 7 % agency charges (Services Tax extra as applicable) and construction of boundary wall of Rs 2.58 Crore OR 3.59 Crore.

The agency M/s NBCC (India) Limited, New Delhi has been qualified through competitive bidding / Expression of Interest (EOI).

The FC is requested to deliberate and recommend these BWC items to BoG for its approval.

Resolution: FC recommends and award the work M/s NBCC for new campus of IIT, Nagpur since it has qualified through competitive bidding for its approval by BoG

FC 01.04: Any other item with the permission of Chair

Nil

Chairman (FC)