

MINUTES OF 2nd MEETING OF THE FINANCE COMMITTEE HELD ON 23rd AUGUST, 2018 (THURSDAY) AT SHASTRI BHAVAN, IN THE CONFERENCE HALL (NO.112) 'C' WING SHASTRI BHAVAN,) NEW DELHI AT 11:45 AM

The following members were attended the 2 nd Finance Committee meeting of IIIT Nagpur at MIIRD, Shastri Bhavan, New Delhi		
Sl No.	Name & Address	Designation
1	Dr. S .S Sandhu Additional Secretary, Technical Education, MHRD, New Delhi	Chairman
2	Smt Darshana M Dabral JS&FA, MHRD, New Delhi	Special Invite
3	Dr. O.G. Kakde, Director, IIIT, Nagpur	Member
4	Shri Prashant Agrawal, Director, IIIT's, MHRD, New Delhi	Member
5	Shri Kailas N. Dakhale In-charge Registrar, IIIT, Nagpur	Member Secretary

Shri Gulabrao Thakare, Joint Director, Technical Education, Nagpur Region, Nagpur could not attend the meeting as he was not feeling well & conveyed the inability to attend the meeting. Also, Shri Manoj Rajput, General Manager, Corporate Finance, TCS, Mumbai, Industry Partner representative could not attend the meeting, however he has conveyed his comments through mail and same has been put up to committee.

Agenda Item

FC 2.01: To confirm the minutes of the 1st FC Meeting held on June 30, 2017.

The minutes of the 1st FC meeting held on June 30, 2017 are placed at **Annexure-I**.

Resolution: The minutes of the 1st FC Meeting held on June 30, 2017 are confirmed.

FC 2.02: Action Taken report on 1st FC meeting.

FC 1.01 : To Approve the Budget Expenditure for the year 2017-18

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

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

Action Taken: The resolution of FC tabled in 3rd BoG dated 23.08.2017 and Governing Body approved Budget provisions & expenditure vide item no. 3.07.01. Copy of Minutes attached as **Annexure-II**.

FC 1.02: 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**.

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 fees considered is Rs.1,80,000/-only). No hike in hostel fee is also considered.
2. The strength admitted is considered 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 only is 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 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) (1 Admin Block, 1 Academic Block, 1 Hostel Block and 1 Residential Block along with external development and electrical & plumbing services and construction of boundary wall) and 1(b) (1 Academic Block).
2. At the end of 5th year the institute will be able 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 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 the 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).

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

Action Taken: Noted However the cost of construction should not exceed Rs. 128 Cr. The MHRD guide lines on construction may be followed.

FC 1.03: 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 have been attached as an **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 ie 1(a) (1 Admin Block, 1 Academic Block, 1 Hostel Block and 1 Residential Block along with external development and electrical of & plumbing services of Rs.121 Crore) and 1(b) (1 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 has been qualified through competitive bidding / Expression of Interest (EOI). and is M/s NBCC (India) Limited, New Delhi..

Resolution: FC resolved that M/s NBCC has qualified through competitive bidding therefore, FC have no objection to award the work to M/s NBCC

Action Taken: The resolution of FC tabled in 3rd BoG dated 3.08 2017. Appointment of M/s NBCC India Limited, New Delhi as a PMC (Project Management Consultant) Agency for preparation of Master Plan/Structural Drawings/Building Drawings and Construction of Building by Secretary (HE) MHRD, New Delhi in the capacity of Chairman of Governing Body. Vide letter no. F. No. 63-2/2016-TS I(Pt.) dated 02.05.2018 copy of the approval is attached as **Annexure- III**. MOU between M/s NBCC (India) Ltd, New Delhi and IIT, Nagpur has been signed on 07.11.2017 copy of MOU is attached as **Annexure-IV**.

The cost of construction including all taxes and charges cannot exceed Rs. 128 Cr. The recent instructions on construction issued by MHRD may also be brought to the notice of PMC.

FC 2.03: To Approve the Balance Sheet & Income & Expenditure Accounts and Receipt for the Financial Year 2017-18

Agenda: The Balance Sheet & Income & Expenditure Accounts and Receipt and Payments accounts for the Financial Year 2017-18 are attached as **Annexure-V**

Resolution:

FC approved the Balance Sheet & Income & Expenditure Accounts and Receipt and Payments accounts for the Financial Year 2017-18 and recommended for approval of BoG.

FC 2.04: To Approve the Budget Expenditure and Receipt for the FY 2018-19

Agenda: The Budget expenditure and receipt for the financial year 2018-19 is put up as **Annexure-VI**

Resolution: After deliberation, the FC observed that the rent of temporary campus is on higher side and directed to expedite the pace of construction work at permanent campus so that the Institute could shift at the earliest. FC approved the Budget expenditure and receipt for the financial year 2018-19 and recommended for approval of BoG.

FC 2.05: To approve the Implementation of 7th Pay Commission in IIIT, Nagpur for Director/Faculty/Scientific/Design Staff and Non Teaching Staff.

Agenda: After considering the recommendations made by the Pay Review Committee to revise the Pay of Director/ Faculty and Scientific/Design Staff and Non Teaching Staff of CFTIs following the pay revision of the Central Government employees on the recommendation of 7th Central Pay Commission. The revised pay and other service conditions as approved by the Government of India for the Faculty and Scientific/Design Staff and and Non Teaching Staff of CFTIs vide F.No.15-4/2017-TC dated 27.10.2017 & F.No. 15-1/2017-TC (Vol-II) dated 29.12.2017. Copy enclosed as **Annexure-V**

Resolution:

FC approved the Implementation of recommendation of 7th Pay Commission in IIIT, Nagpur for Director/Faculty Members. Since Non teaching/Scientific/Design staff is not yet recruited on regular basis, FC advised/instructed to put up the proposal for implementation of recommendations of 7th pay commission for Non teaching/Scientific/Design staff at the time of recruitment of Non teaching/Scientific/Design staff. FC recommended for approval of BoG.

FC 2.07: Any other items with permission of the chair

Nil

The meeting ended with vote of thanks to the Chair.