



Minutes of 47<sup>th</sup> Finance Committee Meeting held on Friday, 17<sup>th</sup> Nov 2017 at V.N.I.T., Nagpur.

The following members were present:

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| 1. Dr. Narendra S. Chaudhari, Director, VNIT, Nagpur.                       | - Chairman |
| 2. Dr.H.S. Pandalai, Prof. IIT Mumbai                                       | - Member   |
| 3. Shri V.K. Diwekar  | - Member   |
| 4. Shri Sanjeev Sharma, Director(NITs), MHRD, New Delhi<br>(Through A-View) | -Member    |
| 5. Dr. Rajendra R. Yerpude, Dean (P&D), VNIT, Nagpur.                       | - Member   |
| 6. Dr.S.R.Sathe, Registrar, VNIT, Nagpur.                                   | - Member   |

**F 47.01 :** To note the action taken on the resolutions of 46<sup>th</sup> meeting of Finance Committee.

Agenda Item	Description	Resolution	Action Taken
F 46.02	To approve the report of Committee regarding cost cutting measures for curtailment of non-plan expenditure and expenditure on electricity bills.	The report of the Committee for suggesting cost cutting measures is recommended to BoG, for its approval. The capital investment is also recommended to BoG for its approval, considering the payback period.	i) The Three No. of Telephone lines are surrendered by VNIT, Nagpur. ii) The old A.Cs are replaced under buy back scheme. iii) Dr. V.S. Kale, Associate Dean, (Electrical) has initiated the process of cost cutting measures as per recommendations of Dr. M.V. Aware Committee Report.
F 46.03	The Recovery of License Fees, Electricity and Water Charges and Interest thereon from Dr H T Thorat, Prof. of Mech. Engg.	FC deliberated the matter in detail and it was resolved to accept representation of Dr. H.T. Thorat in respect of enhanced rate of license fee for retention of quarters during period of his deputation to NIT Uttarakhand. However, the interest for delayed payment or License Fees (regular rate), Electricity and water charges should be recovered from him .	Letter has been issued to Dr. H.T. Thorat with a request to deposit balance amount along with the interest payable and amount has been deposited.
F 46.04	To discontinuation of allowances as per the recommendations of 7th CPC.	FC recommends that the abolished allowances should continue to be paid to concerned employees, till implementation or 7 <sup>th</sup> CPC at the Institute. However, undertaking should be obtained from the employees stating that the payment on account of abolished allowances shall be recovered from the payment or arrears of 7 <sup>th</sup> CPC upon its implementation at the Institute. In case the undertaking is not received from a particular employee, the payment of allowance in such cases be discontinued with effect from 1st July 2017.	As per the OM F. No. 29/1/2017-E.II(B) dated 11th July, 2017 the payment on account of various allowances will be discontinued w.e.f. 1st July, 2017.

**Resolution:** The action taken report is noted with the suggestion that the existing lights on the campus should be replaced completely with LED lights, in a phase-wise manner.

**F 47.02 : To recommend requirement of refurbishment of VNIT, Nagpur Hostels.**

VNIT, Nagpur propose to take up the major maintenance of all Hostels for which following maintenance works are to be carried out for improving the conditions of the existing infrastructure facilities in Hostels:

Sr. No.	Name of work	Proposed cost in Lakh
1.	Internal / External painting of H.B. No. 1, 4, 6-7, & 8-9.	160.00
2.	Internal / External painting of H.B. No. 3, 10, 10 extension & old & extension Girls Hostel.	100.00
3.	Replacement of old plumbing, Sanitary fittings and related accessories of all Hostels.	50.00
4.	Replacement of windows and ventilators of toilets of H.B. No. 6,7,8,9 & 10.	30.00
5.	Replacement of door shutters of Toilet blocks of H.B. No. 1, 5,6,7,8,9,10, 10 extension & old Girls Hostel.	75.00
6.	Waterproofing and expansion and construction joint treatment of H. B. No. 6,7,8,9 and Girls Hostel	50.00
7.	Miscellaneous works in and around H.B. No. 5, 6,7,8, &9	50.00
	<b>Total</b>	<b>515.00</b>

i) The detailed estimates of work at Sr. No. 1 & 2 above are recommended vide item no 40.05 in 40th Building & Works Committee held on 2nd September 2016 and duly recommended by 41st FC and approved by 52nd BoG.

ii) The proposals at Sr. No. 3 to 7 are recommended by BWC vide item no. 44.05 in 44th meeting held on 7th September 2017. The detailed estimates of works at Sr. No. 3 to 7 will be prepared after getting financial approval from Finance Committee.

*Financial Item of 44th BWC:*

*Item no BWC 44.05 The requirement for Refurbishment of Hostels of VNIT Nagpur.*

*As per the letter received from MHRD, regarding Refurbishment of Hostels, the requirement for VNIT NAGPUR is enclosed in Annexure-4.*

BWC is requested to recommend the same to FC.

Resolution of BWC: The BWC reviewed all the refurbishment requirements and after deliberations approved the requirement of refurbishment of Hostels and recommended the same to finance committee for its financial approval.

Hence, the Finance Committee is requested to recommend the above proposal to BoG.

**Resolution:** The FC recommends the proposal to BoG, for its approval.

#### **F 47.03 : Ratification of Revised Estimates 2017-18 and Budget Estimates 2018-19**

VNIT has submitted Revised Estimates 2017-18 (Grant in Aid- General, Creation of Capital Assets and Salaries) and Budget Estimates 2018-19 (Grant in Aid- General, Creation of Capital Assets and Salaries) to MHRD on 22 Sep 2017.

The broad details are as under:

(Rs. In Crores)

Object Head	Item	Actuals 2016-17	BE 2017-18	RE 17-18	BE 18-19
31	GIA General	42.36	63.62	63.62	56.00
35	GIA for Cap Assets	190.06	95.00	95.00	85.00
36	GIA Salary	52.8	100.98	100.98	105.00
	<b>Total (ABs)</b>	<b>285.22</b>	<b>259.60</b>	<b>259.60</b>	<b>246.00</b>

The details of the budget proposal are enclosed at **Annexure-I**.

FC/BoG is requested to ratify the RE 2017-18, BE 2018-19 submitted to MHRD as above.

**Resolution:** The FC recommends the Revised Estimates 2017-18 and Budget Estimates 2018-19 (as submitted to MHRD) to BoG, for its ratification. It was recommended that the Institute should prepare details of budget requirement in r/o Capital assets, in order of priority. It was also suggested that the Budget summary may be presented for future years.

#### **F 47.04 : Implementation of 7th CPC recommendations for Faculty and Non Teaching Staff of VNIT Nagpur.**

MHRD has issued letter No.15-4/2017-TC dated 27 Oct 2017 regarding revision of Faculty and Scientific/ Design staff in Centrally Funded Technical Institutions (CFTIs) following the pay revision of Central Government employees on the recommendations of the 7th Central Pay Commission (7th CPC). The copy of the letter is placed at **Annexure-II**.

As per para 10 of the aforesaid letter, the revised pay and revised rates of dearness allowance shall be with effect from 01-01-2016. Further, the payment of arrears has to be made in the current year 2017-18, after deduction of Income tax as admissible.

Till date, no orders are received from MHRD, regarding implementation of 7th CPC for non-teaching staff of CFTIs.

However, the Institute has furnished all documents sought by MHRD like certificate as required under Para 2 of Dept. of Expenditure OM dated 13 Jan 2017 (**Annexure-III**)

FC is requested to recommend the implementation of 7th CPC in r/o Faculty and Scientific/ Design staff to BoG for its approval, as per MHRD letter dated 27 Oct 2017. Implementation of 7th CPC in r/o non-teaching staff is also requested to be recommended, as per MHRD guidelines issued from time to time.

**Resolution:** The FC recommends the implementation of 7th CPC in r/o Faculty as per MHRD letter dated 27 Oct 2017 to BoG, for its approval. The arrears shall be paid upon receipt of OM and necessary funds from MHRD. Implementation of 7th CPC in r/o non-teaching staff is also recommended for approval, as per MHRD guidelines issued from time to time.

**F 47.05 : To approve the Fees for filing an application regarding Institutions of Eminence from VNIT, Nagpur.**

VNIT, Nagpur is in receipt of letter from UGC, New Delhi regarding submission of proposal for Institutions of Eminence (IoE) along with the guidelines (**Annexure IV**). As per NIRF ranking the institute is eligible to apply for the Institutions of Eminence with a fees of Rs. One Crore.

Hence, FC is requested to accord the approval.

**Resolution:** The FC recommends payment of Fees for filing an application regarding Institutions of Eminence to BoG, for its approval.

**F47.06 : Any other point with the permission of Chair.**

**F47.06.01 The matter regarding waiver of interest on delayed payment of land rent from Feb-2017 to Oct-2017 by IIM Nagpur.**

IIM Nagpur vide their letter No.IIMN/Utility/2017-18 dated 03 Nov 2017 has informed that the matter regarding payment of Utility charges for open land used in temporary construction was discussed in their 6th BoG Meeting wherein it was resolved that IIM Nagpur will continue to pay the outstanding land rent to VNIT Nagpur w.e.f. Feb-2017.

They have also deposited payment of outstanding rent amount of Rs.62,99,413 /- (from Feb-2017 to Oct-2017 and including taxes). Copy of the said letter and Receipt Voucher No.2776 dated 07-11-2017 is enclosed at **Annexure-V A and B**.

IIM Nagpur has also requested for waiver of interest on land rent arrears.

Since the land rent was not paid by IIM Nagpur, the Service Tax (from Feb-Jun 2017) and GST (Jul-Oct 2017) in r/o land rent was not deposited by VNIT Nagpur. Since the rent has now been paid by IIM Nagpur, VNIT has to deposit Service Tax and GST into Govt. treasury with applicable interest, in r/o delayed payment. The interest on taxes works out to Rs.91,772 /- as per calculation sheet enclosed at **Annexure-V C**.

The Finance Committee is requested to deliberate.

**Resolution:** The FC resolved that interest payable on account of late payment of taxes (Service tax and GST) amounting to Rs.91,772 /- (or as on date of payment, whichever is higher) should be recovered from IIM Nagpur. Since VNIT Nagpur has not paid the taxes as the land rent payment was disputed and not paid by IIM Nagpur w.e.f. Feb-2017, the liability of Rs.91,772 /- (or as on date of payment, whichever is higher) should be borne by IIM Nagpur.

The FC further resolved that interest on land rent arrears should be waived off and IIM Nagpur be informed accordingly.

The meeting concluded with vote of thanks to the chair.

  
Chairman

