



विश्वेश्वरय्या राष्ट्रीय प्रौद्योगिकी संस्थान, नागपूर - 440010 (भारत)

VISVESVARAYA NATIONAL INSTITUTE OF TECHNOLOGY, NAGPUR - 440 010 (INDIA)

Minutes of 28th Finance Committee meeting held on 27th January 2014 at VNIT Nagpur.

The following members were present;

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| 1. Dr. S. K. Joshi | - Chairman |
| 2. Dr. Narendra S. Chaudhari, Director, VNIT, Nagpur. | - Member |
| 3. Dr. S. C. Sahasrabudhe, Director, DAICT, Gandhinagar. | - Member |
| 4. Dr. U. N. Gaitonde, Professor, IIT Bombay. | - Member |
| 5. Shri. Rajesh Singh, Director (NITs), MHRD, GOI Representative | - Member |
| 6. Prof. S. R. Sathe, Dean (P&D), VNIT, Nagpur. | - Invited Member |
| 7. Dr. Rajendra R. Yerpude, Registrar, VNIT, Nagpur. | - Secretary |

- F 28.01 To confirm the Minutes of 27th meeting of the Finance Committee held on 18th November 2013.**

Agenda item: The Minutes of the 27th meeting of the Finance Committee held on 18th November 2013 are placed at Annexure-I.

The Finance Committee is requested to confirm.

Resolution: Approved and confirmed the minutes.

- F 28.02 To note the action taken on the resolutions of 27th meeting of Finance Committee held on 18th November 2013.**

Agenda item:

Agenda Item	Description	Action Taken																
F 27.03	To approve the Revised Estimates for the year 2013-14 and Budget Estimates for the year 2014-15.	<p>The institute received Rs.38 Crores against the earlier request of Rs 58 Crores in plan grant till December 2013. Out of this Rs 38 Crores, Rs.25.93 Crores has been spent as follows:</p> <table><tr><td>01</td><td>Building</td><td>Rs11.38 Crores</td></tr><tr><td>02</td><td>Store Purchase</td><td>Rs10.28 Crores</td></tr><tr><td>03</td><td>Stipend</td><td>Rs 4.27 Crores</td></tr><tr><td></td><td>Total</td><td>Rs.25.93 Crores</td></tr></table> <p>The remaining amount of Rs 12.07 Crores will be spent for ongoing projects during the last quarter (i.e. Jan –Mar 2014).</p> <p>To initiate new building projects approved in 32nd BWC meeting, the institute requires Rs. 33 crores during the last quarter. These new building projects are as follows:</p> <table><tr><td>01 & 02</td><td>Two Students' hostels (one girls hostel, one boys hostel)</td></tr><tr><td>03 & 04</td><td>Two Mega Messes, one for girls one for boys)</td></tr></table>	01	Building	Rs11.38 Crores	02	Store Purchase	Rs10.28 Crores	03	Stipend	Rs 4.27 Crores		Total	Rs.25.93 Crores	01 & 02	Two Students' hostels (one girls hostel, one boys hostel)	03 & 04	Two Mega Messes, one for girls one for boys)
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		05	Academic Block (to accommodate expansion of all departments)															
		<p>In addition, the institute requirements for (i) Equipments, (ii) Infrastructure (Furniture, Library, and Others) (iii) Stipend (plan grant – recurring component) for the last quarter (Jan.-March, 2014) are as follows:</p> <table border="1"> <tr> <td>00</td> <td>Initiation of New Building Projects</td> <td>Rs. 33 Crores</td> </tr> <tr> <td>01</td> <td>Equipments</td> <td>Rs.09 Crores</td> </tr> <tr> <td>02</td> <td>Infrastructure (Furnitures, Library and others)</td> <td>Rs.03 Crores</td> </tr> <tr> <td>03</td> <td>Stipend</td> <td>Rs.02 Crores</td> </tr> <tr> <td></td> <td>Total</td> <td>Rs.47 Crores</td> </tr> </table> <p>Hence, the institute has recently requested Rs 47 Crores as additional grant for the last quarter (i.e., January-March, 2014) from MHRD under plan grant. The letter no. VNIT/ACCTS/2013-14/359 dated 17th Jan.2014.</p>		00	Initiation of New Building Projects	Rs. 33 Crores	01	Equipments	Rs.09 Crores	02	Infrastructure (Furnitures, Library and others)	Rs.03 Crores	03	Stipend	Rs.02 Crores		Total	Rs.47 Crores
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F 27.05	Permission to utilize interest earned on corpus funds for recoverable House building Advance.	Necessary circular no dated Estt/HBA/03 dated 01 st January 2014 has been issued and applications are invited from Group B, C and D employees.																
F 27.06	Revision of tuition fees.	In the brochure for academic year 2014-15 for first year batch, the revised tuition fees will be mentioned. The revised fees will be also included in Central Seat Allocation Board (CSAB) constituted by MHRD and be uploaded latest by April 2014 on institute website.																
F 27.07	Revision of Hostel fees.	In the brochure for academic year 2014-15 for first year batch, the revised hostel fees will be mentioned and the hostels admission will be done accordingly.																
F 27.08	Permission to open new account exclusively for online payments.	Account no 33608067983 in SBI, VRCE Branch is opened for online payments.																

Resolutions:

- (i) With regards to action taken agenda item No. F 27.03, the Institute has submitted the proposal to the MHRD for the additional financial requirement of Rs.47 Crores. for the last quarter of 2013-14.
- (ii) For action taken agenda for item No. F 27.06 & F 27.07, the NIT coordinating admissions (CSAB) for the academic year 2014-15, would be informed to include, in the Information Brochure, revision of tuition fees and hostel fees for new entrants in VNIT. The same information would also be uploaded on Institute's website.
- (iii) For agenda item No. F 27.05 & F 27.08, action taken (as reported above) is noted and approved.

F 28.03 To approve the Estimates of various constructions activities approved by Building and Works committee in its 32nd meeting.

F 28.03.01 Revision of proposal and consequent estimate for construction of academic block from Rs 75 Crores to Rs.98 Crores.

Agenda item: BWC in its 32nd meeting held on 30th December 2013 approved the construction of single academic block with increased area of 5500 sq.metres at the revised estimated cost of Rs.98 Crores. Earlier approval for smaller area of 4200 sq.metres by finance committee was for Rs.75 Crores.(Minutes of 32nd BWC meeting are enclosed in annexure –II)

Resolution: The Finance Committee in principle approved the revised estimate of Rs.98 Crores for the construction of Academic Block due to increase in area to 5500 square meters. The BWC should give detailed justification for the enhancement of total cost of the project.

F 28.03.02 Revision of proposal and consequent estimate for construction of Associate Professor Quarters.

Agenda item: As per 32nd BWC in its meeting held on 30th December 2013, it has been approved to construct 56 flats with area of each flat as 117 sq meters in G+7 storied building with estimated cost as Rs.34.02 Crores .This work has been given to CPWD.

Resolution: The Finance Committee in principle approved the revised estimate of Rs.34.02 Crores for construction of G+7 building. The BWC should give detailed justification for the enhancement of total cost of the project.

F 28.03.03 Revision of proposal and consequent estimate for Girls Hostel.

Agenda Item: As per earlier approval of 31st BWC held on 23rd October 2013 ,it was proposed to construct G+6 storied girls hostel(approx for 700 girls).The 32nd BWC approved to construct G+10 storied building amounting to Rs.42.24 Crores.

The approval from FCs is sought for Rs.42.24 Crores estimated cost.

Resolution: The Finance Committee in principle approved the revised estimate for G+10 building of Rs.42.24 Crores. The BWC should give detailed justification for the enhancement of total cost of the project.

28.03.04 Construction of compound wall.

Agenda Item It is proposed to construct of compound wall along Nag nalla at a estimated cost of Rs 23 Lakhs (BWC item.no 32.07)

The Finance Committee is requested to approve.

Resolution: Approved the proposed construction of compound wall.

F 28.04 Approval of work for new construction activities.

The various new construction activities are as follows:-

Sr.No.	Activity	Cost
01	Construction of Academic block (as detailed in F 28.03.01)	Revised estimate Rs 98 Crores (BWC Item 31.11--already approved for Rs 75 Crores.)
02	Construction of Girls Hostel (as detailed in F 28.03.03)	Rs 42.24 Crores
03	Construction of Boys Hostel, G+10 storied - Approx for 600 boys (as per 31 st BWC item No.31.03)	Rs 35.75 Crores
04	Mega Mess for Boys (as per 31 st BWC item No.31.04)	Rs.24.00 Crores
05	Mega Mess for Girls (as per 31 st BWC item No.31.05)	Rs 10.50 Crores
	Total	Rs 210.49 Crores(Approx.)

National Building and Construction Corp. Ltd.(NBCC) is a public sector undertaking under Ministry of Urban Development, GOI. NBCC undertakes to carry out turnkey work, starting from survey of land, preparation of architectural drawings, planning, execution and handing over the completed building. NBCC also gives commitment of timely completion of project, clause of penalty for delay in construction, accrued interest on the deposit, good quality work and better referral from earlier construction activities carried out. This agency is already working for few NITs like SVNIT Surat, NIT, Raipur and other reputed institutes and has charged 9% (or slightly more) fees for many of these institutes. If the work is allotted to them, they have promised to provide the preparation of total development plan of the Institute without any additional fees.

The Finance committee is requested to approve the estimated cost of Rs.210.49 Crores.

Resolution: The Finance Committee (FC) has appreciated the proposal of new constructions for satisfying existing need as well as future growth. The FC in principle approved the proposal. FC discussed in details the pros and cons of this proposal with a few public sector organizations/Govt. departments. In particular, FC resolved that NBCC should be contacted as for the follow-up of this proposal. FC made the following suggestions:-

- i) The MHRD should be contacted for ensuring necessary cash flow to complete the new construction activities in the scheduled time as per the payment phasing for the construction of work.
- ii) NBCC should give detailed presentation about the plan of constructions during next BoG.
- iii) BoG should be informed architectural details of all new constructions.
- iv) The detailed drawing should be procured for each new construction and Institute Authorities should verify its proposed utility.

F 28.05 Policy for "Depreciation of assets".

Agenda Item: The institute has already adopted Accounting Standard AS-6(AS-6 depreciation accounting procedure) of the institutions of chartered accountants applicable to educational institutions. This standard lays down the scope and object of depreciation of movable and immovable assets. Institute has adopted a methodology to ignore 15 days of depreciation if the assets are purchased after 15th of every month. In the recent audit conducted by C & AG, Audit team indicated that this procedure should be put up in the Finance Committee.

The Finance Committee is requested to approve the above methodology for the calculation of depreciation.

Resolution: Approved.

F 28.06 Approval for auction of old institute Tata Sumo vehicle and to purchase new vehicle for replacement.

Agenda Item: It is proposed to auction the Tata Sumo vehicle owned by the Institute as it is purchased 16 years back and its requires high maintenance. To replace this vehicle, institute is proposing to purchase new vehicle with green norms. The estimated cost of new vehicle is Rs 15.5 Lakhs.

The Finance Committee is requested to approve.

Resolution:

- (i) The Tata Sumo vehicle is utilized extensively and incurring very high maintenance cost. It has given service for more than 16 years. Therefore, it is resolved that this vehicle should be condemned.
- (ii) As per the Office Order No.7(2)/E. Coord/2013 of Ministry of Finance dated 18.09.2013 point No.2.03 it is resolved to purchase new vehicle at the estimated cost of Rs.15.5 Lakhs against this condemned vehicle. The new vehicle will be extensively used for visits of students and faculty to different projects/industries along with necessary instruments to carry out field works and demonstrations. Condemned vehicle was also used for same purpose.

F 28.07 Honorarium to In-charges and Coordinators.

Agenda: The special allowance/honorarium for the following posts is proposed for discharging additional duties:

Post	Special Allowances
Chief Warden	Rs. 3000/-p.m.
Chairman SPC, Library-ITC, Special Cell, ETL	Rs. 2500/-p.m.
Faculty-charge: (T&P), Civil Construction, Electrical Maintenance.	Rs. 2500/- p.m.
Faculty Co-ordinator: Guest House, Horticulture, Telephone and EPABX, Office Automation, Network Centre, DEP, 1 st Year B.Tech and SAC(Sports)	Rs. 1000/- p.m.

The Finance Committee is requested to approve.

Resolution: The item is withdrawn.

F 28.08 Any other item with the permission of chair : NIL

Approved by chairman - BOG
by email. Beharbhari
12 Feb 2014.

Chairman, BoG

