



DRAFT MINUTES OF 71ST FINANCE COMMITTEE MEETING HELD ON 9TH JUNE 2022 AT V.N.I.T., NAGPUR.

The following members were present:

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| 1. Dr. P M Padole, Director, VNIT, Nagpur | - Chairman |
| 2. Shri Anil Kumar, Director (Finance), MoE, New Delhi (On Webex) | - Member |
| 3. Ms. Saumya Gupta, JS (NITs), MoE, New Delhi (On Webex) | - Member |
| 4. Dr. Milind Atrey, Prof. of Mechanical Engineering & Dean (R&D), IIT Bombay | - Member |
| 5. Shri V K Divekar, NIT Council representative | - Member |
| 6. Dr. S R Sathe, Registrar, VNIT, Nagpur | - Member Sec. |

Dr J D Ekhe, Dean (P&D) and Shri S S Jagdale, Jt Registrar (Accounts) attended the meeting as special invitees.

F 71.01 To confirm the Minutes of 70th Meeting of the Finance Committee held on 21st April 2022.

The Draft Minutes of the 70th Meeting of the Finance Committee held on 21st April 2022 are placed at **Annexure-I**.

The Finance Committee is requested to discuss and confirm the minutes.

Resolution: The Minutes of the 70th Meeting of the Finance Committee held on 21st April 2022 are confirmed.

F 71.02 To note the action taken on the resolutions of 70th meeting of Finance Committee.

Agenda Item	Resolution	Action Taken
F 70.03 To consider request Letter received from Maharashtra Remote Sensing Applications Centre (MRSAC), Nagpur regarding waiver off interest of Rs. 51,96,168/- on arrears of rent payable.	FC resolved that legal opinion may be obtained on the matter and request for waiver of interest may be considered accordingly.	The legal opinion of Adv. Anand Parchure is enclosed (Annexure-II). Adv. Anand Parchure has opined that the agreement for rent was never executed between VNIT Nagpur and MRSAC and in absence of any concluded contract, it was neither obligatory on our part to charge interest (on arrears of rent payable) nor it was obligatory on part of MRSAC to pay interest. Delay in execution of agreement was for the reasons specified in Para 15 to 17 of communication dated 05.04.2022 from MRSAC Nagpur.

S. Sathe

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Accordingly, FC is requested to note the ATR on the resolutions of 70th FC meeting and recommend the waiver off interest of Rs. 51,96,168/- on arrears of rent payable by MRSAC Nagpur to BoG, for its approval.

Resolution: The action taken report of 70th meeting of Finance Committee meeting is noted. It was resolved that correspondence regarding interest on arrears of rent payable should be continued with MRSAC Nagpur.

F 71.03 To recommend the Annual Accounts of the Institute for the Financial Year 2021-22 to BoG, for its approval

The institute has prepared the Annual Accounts for the Financial Year 2021-22 in the format prescribed by MoE. The same is presented to Finance Committee (**Annexure-III**).

The Finance Committee is requested to recommend the same to BoG, for its approval.

Resolution: After brief discussion, FC recommended the Annual Accounts of the Institute for the Financial Year 2021-22 to BoG, for its approval.

F 71.04 Remittance of the interest earned on Govt. grants to the Consolidated Fund of India.

As per rule 230(8) of General Financial Rules, 2017 “all interests or other earnings against Grants in aid or advances (other than reimbursement) released to any Grantee institution should be mandatorily remitted to consolidated fund of India immediately after finalization of accounts. Such advance should not be allowed to be adjusted against future releases”.

Summary of Grant-in-Aid position during F.Y. 2021-22 in r/o VNIT Nagpur is as under:

Amount in ₹				
Particulars	OH-31 (Recurring Expenditure)	OH-36 (Salary)	OH-35 (Funds for Capital Expenditure)	Total
(a) Op. Balance as at 1-4-2021	-	-	15,68,96,201	15,68,96,201
(b) Grant Received during 2021-22	62,07,50,000	80,06,14,000	18,56,33,000	160,69,97,000
(c) Total Expenditure 2021-22	67,77,42,489	78,66,59,377	27,53,64,402	173,97,66,268
(d) Transfer from IRG towards excess expenditure	5,69,92,489	-	-	5,69,92,489
(e) Closing Bal. as on 31.3.2022 (a+b-c+d)	-	1,39,54,623	6,71,64,799	8,11,19,422

Accordingly, Institute has worked out interest to be remitted to consolidated fund of India, considering unspent balance of Grant-in-aid on monthly basis. Interest to be remitted for F.Y. 2021-22 works out to Rs.6,52,736 /-. Calculation sheet is enclosed at **Annexure-IV**.

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The interest is calculated @ 4% of unspent balance of Grant-in-aid on monthly basis (considering the fact that grant-in-aid is either kept in current account to meet day to day expenses or invested in FDRs, in case of more balance available as compared to routine fund requirement).

In view of the above, FC is requested to recommend remittance of interest earned on govt. grants amounting to Rs.6,52,736 /- for F.Y. 2021-22 to the Consolidated Fund of India, to BoG for its approval.

Resolution: FC recommended the remittance of the interest of Rs.6,52,736 /- earned on Govt. grants to the Consolidated Fund of India to BoG, for its approval.

F 71.05 To note the Allocation of funds for F.Y. 2022-23 by Ministry of Education.

Ministry of Education has allocated funds to the extent of Rs.166.10 Crores for VNIT Nagpur, for F.Y. 2022-23 [Rs.57.08 Cr under OH-31 (General), Rs.22.60 Cr under OH-35 (Capital) and Rs.86.42 Cr under OH-36 (Salary)]. Copy of MoE letter F.No.36-2/2022-TS.III dated 27-4-2022 is enclosed at **Annexure-V**.

Summary of BE allotted/ projected is as under:

(₹ in crores)

Particulars	BE 2021-22 allotted	Expenditure 2021-22	BE 2022-23 projected	BE 2022-23 allotted
OH-31 (General)	62.07	67.77	76.10	57.08
OH-35 (Capital)	18.56	27.54	38.85	22.60
OH-36 (Salary)	80.06	78.67	89.95	86.42
Total	160.69	173.98	204.90	166.10

The Finance Committee is requested to note the allocation of funds for F.Y. 2022-23.

Resolution: The allocation of funds for F.Y. 2022-23 is noted.

F 71.06 Status of Audit Paras till date.

VNIT, Nagpur is in receipt of letter No. F.No.33-3/2020-TS.III dated 29th December, 2020 for inclusion of status related to Audit Paras in Finance Committee.

Year-wise number of outstanding paras are as under:

Sr No.	Period	Number of outstanding Paras (Transaction Audit)
1	2020-21	11
2	2017-18	01
	TOTAL	12

The complete details and status of Audit Paras pending till date are enclosed in **Annexure-VI**.

Transaction Audit for the period 01-01-2020 to 30-09-2021 was conducted during 04-10-2021 to 26-10-2021 by audit team from office of the Director General of Audit (Central), Mumbai-51 and Inspection report for this period was issued vide No.DGA(C)/C&AB/Ch-SAR/IR/VNIT-Nagpur/2020-21/678 dated 01-12-2021.

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Institute has submitted detailed reply to the observations vide letter No. VNIT/Acct/Txn Audit 2020-21/428 dated 27-01-2022.

The FC is requested to note.

Resolution: The status of pending Audit Paras is noted.

F 71.07 Deposit of Rs. 15, 50,276/- (25% amount of total recovery of Rs.62, 01,104/- , recovery order issued by Regional PF Commissioner Nagpur) as per the High Court order in the Writ Petition no 2719 of 2022.

As per advised of Advocate, the Institute has filed Writ Petition (No 2719 of 2022) against recovery order issued by Regional PF Commissioner, Nagpur for which Hon. High Court has issued court order dated 18.05.2022 granting stay on recovery order of Regional PF Commissioner Nagpur and asking VNIT Nagpur to deposit 25% of the total recovery amount i.e. Rs. 15, 50,276/- in the High Court within two weeks (**Annexure-VII**).

Accordingly, institute has prepared the Cheque in the name of Registrar, Bombay High Court, Nagpur Bench, Nagpur and deposited the same to High Court through Advocate.

The Finance committee is request to note.

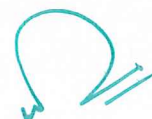
Resolution: Noted.

F 71.08 To recommend implementation of Ministry of Finance OM F. No. 4-21/2017-IC/E-III (A) dated 31.07.2018 and OM of even number dated 28.11.2019 to BOG in connection with the clarification regarding the date of next increment under Rule 10 of Central Civil Services (Revised Pay) Rule, 2016.

The proposal regarding implementation of Ministry of Finance OM F. No. 4-21/2017-IC/E-III (A) dated 31.07.2018 and OM of even number dated 28.11.2019 in connection with the clarification regarding the date of next increment under Rule 10 of Central Civil Services (Revised Pay) Rule, 2016 is enclosed in **Annexure VIII**.

The Finance Committee is requested to recommend the same to BoG.

Resolution: FC recommended the implementation of Ministry of Finance OM F. No. 4-21/2017-IC/E-III (A) dated 31.07.2018 and OM of even number dated 28.11.2019, in connection with the clarification regarding the date of next increment under Rule 10 of Central Civil Services (Revised Pay) Rule, 2016 to BoG, for its approval.



S. Smith

F 71.09 Any other item with the permission of Chair.

- NIL -

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



Chairman

