

**National Institute of Technology
Rourkela**

MINUTES

46th Meeting of Finance Committee



DATE : 28th September, 2018 (Friday)

Time : 14:30 – 15:30 Hours.

Venue : Conference Hall, Hotel Taj, New Delhi



राष्ट्रीय प्रौद्योगिकी संस्थान, राउरकेला
National Institute of Technology, Rourkela

MINUTES OF THE 46TH MEETING OF THE FINANCE COMMITTEE, NATIONAL INSTITUTE OF TECHNOLOGY, ROURKELA HELD DURING 2.30 P.M. – 3.30 P.M. ON 28.09.2018 (FRIDAY) IN THE CONFERENCE HALL OF HOTEL TAJ, NEW DELHI.

Members Present:

Sl. No	Name	Contact No.
1.	Dr. Sanrupt B. Misra Chairperson, BOG, NIT, Rourkela & CEO, Carbon Black Business Director, Group H.R. Aditya Birla Management Corporation Pvt. Ltd., Aditya Birla Centre, 'C' Wing, 3rd Floor S. K. Ahire Marg, Worli, Mumbai-400 030	Tel : 022-66525000/249995000 Fax : 022-66525811/24995811 Email: sanrupt.misra@adityabirla.com
2.	Prof. Animesh Biswas Director National Institute of Technology Rourkela -769 008	Tel : 0661-2462001(0)/2472050(0)/2463001(O) Mob : 9437972455 Fax : 2472926/ 2462022 Email: director@nitrkl.ac.in
3.	Shri Madan Mohan, Deputy Director General Department of Higher Education Ministry of Human Resource Development Government of India Shastri Bhavan, New Delhi- 110001	Tel : 011-23383202(O) Fax : 11-23387797(Fax) Mob : 9810019857 Email: home.aksingh@gmail.com
4.	Mrs. Darshana Momaya Dabral, Joint Secretary & Financial Advisor Ministry of Human Resource Development Government of India, Dept. of Secondary & Higher Education, Shastri Bhavan, New Delhi- 110001	Tel : 011-23382696 Fax : 011-23070668 Mob : 9868136775 Email : jsfa.edu@gov.in
5.	Prof. Shobhana Narasimhan Professor Theoretical Sciences Unit JNCASR, Bangalore-560064	Tel : 080-22082833(O)/22082707(Secy.) Fax : 080-22082766 Mob : 9880641962 Email: shobhana@jncasr.ac.in
6.	Dr. Shobhona Sharma Senior Professor (Retd.) 1103A Tulsigagan Building, President CHS, Plot 28 & 29, Sector 21, Kharghar, Navi Mumbai- 410210.	Tel : (Res): +91-22-27743426 Mob : 9892352830/9987260961 Email : shobhona@gmail.com
7.	Prof. ChittaRanjanPatra Professor, Civil Engineering National Institute of Technology, Rourkela-769008	Tel : 0661-2462316 (O), 2463316(R) Mob : 9437085492 Email : crpatra@nitrkl.ac.in
8.	Prof. Himanshu BhusanSahu Associate Professor, Mining Engineering National Institute of Technology, Rourkela-769008	Tel : 0661-2462606(O)/ 2463606(R) Mob : 9437245625 Email : hbsahu@nitrkl.ac.in
9.	Er. S. K. Upadhyay Registrar & Secretary, BOG, National Institute of Technology Rourkela – 769 008	Tel: 0661-2462021/ 2476773 (O) Fax: 0661-2462022/2472926 Mob. : 9437153285 Email: registrar@nitrkl.ac.in

FC-46(2018)-01: Welcome to the members by the Chairman.

The Chairman welcomed all the members to the meeting.

FC-46(2018)-02: Confirmation of the minutes of the 45th Meeting of the Finance Committee held on 22.06.2018 at Bhubaneswar.

The minutes of the 45th Meeting of the FC were sent by E-mail to the members. No Comment received from the members.

The FC confirmed the minutes.

[Annexure- A1, Page 9-12]

FC-46(2018)-03: To report on the Action Taken on the minutes of 45th meeting of the Finance Committee held on 22.06.2018 at Bhubaneswar.

The report on the action taken on the decisions made in the 45th Meeting of the Finance Committee held on 22.06.2018 was presented for FC's consideration.

The FC noted the above.

[Annexure- A2, Page 13]

FC-46(2018)-04: Revised Credit Policy framework on Higher Education Funding Agency (HEFA).

The revised proposal for Credit Policy framework on Higher Education Funding Agency (HEFA) for different projects and up gradation of UG and PG laboratories has been submitted for Rs.200.84 Crores to MHRD. An MoU has been signed with MHRD. The revised proposal along with justification has been submitted to MHRD vide letter No,NITR/RG/2018/L/0453, Dt.24.08.2018 was given in the Annexure.

As per discussion with MHRD Officials the proposal for HEFA loan was revised as follows. The DPR will be sent to MHRD at the earliest.

Sl.No.	Particulars	Estimated cost(In Crore)
1.	600 seated Girl's Hostel	35.00
2.	Sports and Common Facilities	25.00
3.	Academic Building at Bhubaneswar	20.00
4.	Up-gradation to Teaching Laboratories	09.00
5.	Up-gradation of Research Laboratories	10.00
	Total =	99.00

The FC recommended the same to BOG for approval.

[Annexure-A3, Page 14 – 24]

FC-46(2018)-05: Financial Status of the Institute.

The financial status of the Institute as on 31.08.2018 was given in the Annexure for information of the FC.

The FC noted the above. The FC recommended to BOG to request the MHRD officials to look into the finance requirement of the

Institute with respect to the on going projects which have been completed more than 85 % as per the guideline given by MHRD.

[Annexure- A4, Page 25]

FC-46(2018)-06: To approve the Budget for the year 2019 - 2020 and revised estimate for the year 2018-19.

The budget proposal for the financial year 2019- 2020 and revised Estimate for the year 2018-19 were put up for consideration of the Board.

The FC approved the proposal and directed that necessary corrections may be made with respect to HEFA loan in view of the revised proposal submitted by the Institute. The proposal for Air conditioning for golden building and LA complex may be given under HEFA. The FC recommended the same to BOG for approval.

[Annexure- A5, Page 26 - 55]

FC-46(2018)-07: Discussion on the Draft Separate Audit Report on the Accounts of the Institute for the year 2017- 2018.

The Draft Separate Audit Report on the Accounts of the Institute for the year 2017- 2018 was given in the Annexure.

The FC approved the proposal and directed to include in the Annual report after getting the final audit report from CAG. MHRD officials clarified that objections raised by CAG regarding provision for actuary is not valid as the funds are released by MHRD on cash basis where as the accounting is done on accrual basis. The FC recommended the same to BOG for approval.

Annexure- A6, Page 56 - 63]

F.C-46(2018)-08: Enhancement of Fixed Medical Allowance (FMA) to Central Government Pensioners residing in areas not covered under CGHS.

The 31st FC vide resolution No. F.C-31(2015)-07: dt.13.03.2015 had approved the Fixed Medical Allowance (FMA) to Central Government Pensioners residing in areas not covered under CGHS as per Ministry of Personnel, Public Grievances & Pensions, Govt. of India vide its letter No. 4/25/2008 - P & PW(D) dated 19/11/2014 from Rs. 300/- to Rs. 500/- per month w.e.f. November 2014.

On recommendation of the 7th CPC, Deptt. Of Pension and Pensioners' Welfare, Govt. of India vide OM No.4/34/2017-P&PD(D), dated 19.07.2017 has enhanced the amount of fixed Medical Allowance for Pensioners from Rs.500/- to Rs.1000/- per month. The enhanced rate is applicable w.e.f. 01.07.2017.

At present there are a total of 279 pensioners and 141 family pensioners in the Institute and the additional financial implication of the enhanced rate of FMA will be approximately of Rs.2,10,000/- (Rupees two lakh and ten thousand) per month.

The FC recommended to BOG for approval.

[Annexure- A7, Page 64-65]

FC-46(2018)-09: Draft Annual Report for the year 2017- 2018.

The draft Annual Report for the year 2017 - 2018 of the Institute was put up on the table for consideration by FC.

The FC approved the draft annual report and directed that the report should be submitted to MHRD in time for further submission to Parliament. The FC recommended the same to BOG for approval.

[Annexure- A8, sent separately]

FC-46(2018)-10: Combination of past service of Prof. Santanu Kumar Behera, Associate Professor, Dept. of EC:

Prof. Santanu Kumar Behera [EC-1070849], Asso. Prof., Dept. of EC joined this Institute Service on 01/07/2007(FN). Prior to joining here, Prof. Behera had served at Women's Polytechnic, Dhenkanal, a Govt. of Odisha Institution as Sr. Lecturer during the period from 02/05/1992 to 30/06/2007. He had requested for combination of Past Service on 04.07.2007.

The counting of past service of in respect of employees joining Central Autonomous/Government Organization from State Governments is to be regulated as per Dept. of Personnel and Administrative Reforms, O.M. No.. 28/10/84-Pension Unit, dated 29/08/84-Pension Unit, dated 29-08-1984 (copy enclosed) and Dept. of Pensioners and Pensioners Welfare O.M. No. 28(10)-84-P. &P.W./Vol.II, dated 20/03/1987 (copy enclosed).

The concerned State Government will discharge its pensionary liability by paying in lump-sum as one-time payment, the pro rata pension/ service/ terminal gratuity and retirement gratuity for the service up to the date of absorption in the Autonomous Body/Government, as the case may be. Lumpsum amount of the pro rata pension will be determined with reference to commutation table laid down in CCS (Commutation of Pension) Rules, 1981, as amended from time to time.

The matter was taken to the Board and it was decided vide resolution No. BOG-40(2014)-14(2), dated 09/05/2014 that combination of past service may be allowed provisionally subject to receipt of differential pensionary liabilities. Pension Liability which was to be transferred to NIT Rourkela from Govt. of Odisha was calculated at Rs. 14,26,709/- (as per 6th CPC calculation) out of which they had initially transferred an amount of Rs. 4,68,945/-. After deducting the amount of Rs. 4,68,945/- from the total pensionary liability to be borne by Govt. of Odisha, the balance amount of Rs. 9,57,764/- (Rupees Nine Lakh Fifty Seven Thousand Seven Hundred and Sixty Four) only was outstanding. Accordingly, a letter was sent to the Principal, Women's Polytechnic, Dhenkanal with a copy of the same to the Commissioner-cum-Secretary, Employment and Technical Education & Training Dept., Govt. of Odisha enclosing a copy of the calculation sheet. After this, an amount of Rs. 6,86,098/- has been transferred from the Govt. of Odisha. Deducting the above amount from the outstanding differential amount i.e Rs. 9,57,764/- minus Rs. 6,86,098/- equals Rs.2,71,666/-which is still outstanding from the Govt. of Odisha.

Govt. of Odisha has calculated its pensionary liabilities in accordance with clause 2 (b) of the DOPPW O.M. No. 28/30/2004-P7P&W (B), dated 28/10/2009 (copy enclosed). Memo was issued to Prof. Behera to pursue with the higher authorities of the Govt. of Odisha or to appropriate court for releasing the differential amount of Rs.2,71,666/- towards pensionary liability. Prof. Behera then communicated the entire matter to the Commissioner-cum-secretary, Skill Development and Technical Education Department, Govt. of Odisha, Bhubaneswar and requested for release of the differential amount of pensionary liability i.e. **Rs. 2,71,666/-**.

In response to his communication, Deputy Secretary to Govt. of Odisha has stated that full pension is admissible for 25 years of service and the new commutation values are effective from 01/12/2008 and that necessary steps may be taken to recalculate the pension proportionately for 15 years or else, as Sri. Behera has to render maximum service at NIT, the differential amount may be adjusted by NIT such that the employee doesn't suffer. The difference in calculation arises as we have calculated as per provisions of 6th CPC and they have calculated proportionately as per ORSP Rules 2008(Copy enclosed).

Prof. Behera had requested for waiver of the differential amount of Rs. 2,71,666/- for combination of his previous service with the present service under GPF-cum-Pension scheme.

The FC directed that the reason for difference between State Govt. and NIT calculation should be brought out clearly as it is calculated on the same principle and that the matter be taken up in the next meeting.

[Annexure- A9, Page 69-95]

FC-46(2018)-11: To approve the proposals of 31st BWC meeting held on 08.08.2018.

a) Installation of Air Conditioners in remaining class rooms in Lecture Hall Complex No-I.

The BWC vide resolution No. BWC: 31 (2018)-06(4): dt.08.08.2018 approved the proposal for approval Installation of Air Conditioners in remaining class rooms in Lecture Hall Complex No-I and recommended to put up in the FC meeting. The details of the proposals are given below:

30 nos. of Air Conditioners installed in 14 Class rooms and Labs of Lecture Hall Complex No-I. Remaining class rooms to be provided with Air Conditioners facilities.

An estimate has been prepared and this amounts to **Rs. 95, 37,944.72**(copy enclosed in annexure).

BWC approved the proposal in principle. The budget provision may be made for the proposal so that this can be implanted in FY 2019-20.

The FC approved the proposal and recommended to BOG for approval.

b) **Approve of deviation and extra items for Construction of Major Projects (Phase-II).**

The BWC vide resolution No. BWC: 31 (2018)-08(1): dt.08.08.2018 approved the proposal for approval of deviation and extra items for Construction of Major Projects (Phase-II) and recommended to put up in the FC meeting. The details of the proposals are given below:

The work order for the above work has issued to M/s Shapoorji Pallonji Co. (P) Ltd. at a value of Rs. 302.82 Crores. During the course of the execution, it has been found necessary to execute some items which are not contained in BOQ. As such, these become extra items. Since most of the items are substitute items, no additional fund is necessary. The extra item statements are given in the annexure.

CIVIL

During the course of execution, it was required to execute some items such as Aerated Autoclaved Fly ash Bricks and Supply and Installation of Fresh color Restroom Cubicles System make for completion of the project which were not envisaged in the original scope of work. Hence these have become extra items. The estimated cost of the same comes to **Rs.47,54,040.00** (copy enclosed in annexure).

ELECTRICAL

During the course of execution, it was required to execute some items such as Sl. No. 11 to 19 for completion of the project which were not envisaged in the original scope of work. Hence these have become extra items. The estimated cost of the same comes to **Rs.33, 16,046.00** (copy enclosed in annexure).

The FC approved the proposal and recommended to BOG for approval.

c) **Grant of Time Extension for Major Projects (Phase-II).**
Agency: - M/s Shapoorji Pallonji Co (P) Ltd.

The BWC vide resolution No. BWC: 31 (2018)-08(2):dt.08.08.2018 approved the proposal for Grant of Time Extension for Major Projects (Phase-II) and recommended to put up in the FC meeting. The details of the proposals are given below:

The original completion schedule for Construction of Major Projects (Phase-II: Lecture Hall Complex-II, Mechanical Science Building, Faculty Residence (3BHK & 2BHK), Faculty Residence (small) & Golden Jubilee Building) with duration of 24 months was 11.04.2015. Subsequently, 1ST time extension was granted up to 31.12.2016, 2nd Time Extension was given up to 08.02.2018 AND 3rd Time Extension was given up to 31.07.2018 on the request of M/s Shapoorji Pallonji Co. (P) Ltd.

M/s Shapoorji Pallonji Co. (P) Ltd, Vide their letter No. SPCL/1067/NITR/18-19/1123 dated 20th July 2018 (copy enclosed in annexure) again have requested for grant of extension of time further up to **31.12.2018**.

The FC approved the proposal and recommended to BOG for approval.

d) **Status of infrastructure projects availing finance from Higher Education Funding Agency (HEFA).**

The BWC vide resolution No. BWC: 31(2018)-09:dt.08.08.2018 approved the proposal for approval the following proposal and recommended to put up in the FC for approval.

MHRD vide letter no. 33-1/2018-TS.III(Pt.I) dated 17th July, 2018 and F.No.16-2/2017-TC dated 16th July, 2018 has given broad guidelines for appraisal of infrastructure projects in CFIs and availing finance from Higher Education Funding Agency (HEFA). The revised proposal along with justification has been submitted to MHRD vide letter No.No,NITR/RG/2018/L/0453, Dt.24.08.2018.

e) **HVAC work.**

A meeting was convened on 22.07.2018 regarding High End Equipment for Golden Jubilee Building, LH –II, Mechanical Science Building in the existing work order awarded M/s SPCL. The minutes of meeting is enclosed in annexure.

- i. The scheme, drawings and technical specifications of equipment pertaining to installation of air conditioning of Auditorium in TIIR building were prepared by Prof. M.P. Maiya, IIT Madras. The same will reach to the Director, NIT Rourkela by the second week of August 2018.
- ii. Execution of high end equipment or setting up the HVAC plant for Golden Jubilee Building, Lecture Hall Complex-II and Mechanical Sciences Building will be treated as Extra item for Phase-II Work order. Existing consultants i.e. M/s Inform Architects and M/s Arch and Design, for the project will be contacted for preparation of BOQ and Specifications.
- iii. As the low side work of HVAC in these areas has already been completed by M/s SPCL, it was decided in the meeting to complete the provision of HVAC high end equipment as early as possible. M/s SPCL was asked for its willingness for Supply, Installation, Testing and Commissioning (SITC) as well as one operation of the Plant.
- iv. The proposed Chiller, Primary pumps, Cooling Tower and other related equipment for Golden Jubilee Building will be at our existing central AC plant which will reduce the construction cost. However a new plant will be set up in between Mechanical Sciences and Lecture Hall Complex -II building for catering air-conditioning facilities to Lecture Hall Complex-II and Mechanical Sciences building.

BWC advised to suggest the estimate for Golden Jubilee and Lecture Hall Complex -II & Mechanical Sciences building. The total should be included in the contract of M/s SPCL. Financial implication including Civil and Electrical works will be Rs.20 Crores approximately.

As per discussion with MHRD Officials the proposal for HEFA loan was revised as follows. The DPR will be sent to MHRD at the earliest.

Sl.No.	Particulars	Estimated cost(In Crore)
1.	600 seated Girl's Hostel	35.00
2.	Sports and Common Facilities	25.00
3.	Academic Building at Bhubaneswar	20.00
4.	Up-gradation to Teaching Laboratories	09.00
5.	Up-gradation of Research Laboratories	10.00
	Total =	99.00

The FC recommended the same to BOG for approval.

[Annexure- A10, Page 96-105]

FC-46(2018)-12: Write off of Rs. 1,13,454/- lying pending against our ex-employees, who are not alive.

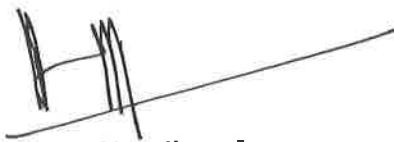
There is some outstanding advances of Rs. 1,13,454/- (Rupees one lakh thirteen thousand four hundred fifty four) lying pending against our ex-employees (given in the Annexure), who are not alive. Since it is not recoverable, permission may please be granted to write off the above said amount in our Books of Accounts in the current Financial Year.

The FC approved the proposal.

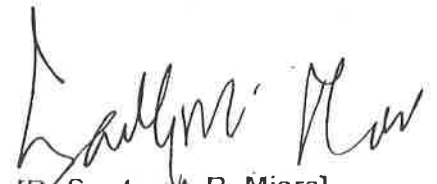
[Annexure- A11, Page 106]

FC-46(2018)-13: Any other item with the permission of the Chair.

The meeting is ended with thanks to the Chair.



[S.K. Upadhyay]
Registrar and Secretary
BOG, NIT, Rourkela



[Dr. Santrupt B. Misra]
Chairman
BOG, NIT, Rourkela