



National Institute of Technology Rourkela

MINUTES

67th Meeting of Finance Committee

[Through Offline/VC mode]

DATE : 29th November, 2023 (Wednesday)
TIME : 02:30 P.M. – 2:50 P.M.
VENUE: Board Room, NIT Rourkela



राष्ट्रीय प्रौद्योगिकी संस्थान राउरकेला
National Institute of Technology Rourkela

MINUTES OF THE 67TH MEETING OF THE FINANCE COMMITTEE (FC), NATIONAL INSTITUTE OF TECHNOLOGY ROURKELA HELD FROM 2.30 PM – 2.50 PM ON 29.11.2023 (WEDNESDAY) IN THE BOARD ROOM OF NIT ROURKELA THROUGH OFFLINE/VC MODE.

Members Present:

Sl. No.	Name	Contact No.
1.	Prof. K. Umamaheshwar Rao Director & Acting Chairman, FC, National Institute of Technology, Rourkela-769 008, Odisha, India.	Tel : 0661- 2462001(0)/2472050(0)/ 2463001(R) Mob. : 9437972455 Fax : 2472926/ 2462022 Email : director@nitrkl.ac.in
2.	Ms. Veena Dunga [through VC] Dy. Secretary, NITs Department of Higher Education, Ministry of Education, Room No. 203, C-Wing, Shastri Bhawan, New Delhi-110 115, India.	Tel : 011-23073687 Email : veena.dunga@nic.in
3.	Shri Anil Kumar [through VC] Director (Finance), Office of JS & FA, Room No. 122A, C Wing, Shastri Bhawan, New Delhi-110 001, India.	Tel : 011-23382696 Fax : 011-23070668 Email : jsfa-moe@gov.in
4.	Prof. Sabyasachi Mishra Professor, FP, National Institute of Technology, Rourkela-769 008, Odisha, India.	Tel: : 0661-2462905(O)/ 0661-2463905(R) Mob. : 8763342802 Mail : mishrasa@nitrkl.ac.in
5.	Prof. Rohan Dhiman Registrar & Secretary, BOG, National Institute of Technology, Rourkela-769 008, Odisha, India.	Tel : 0661-2462021(O)/ 2463780(R) Mob. : 8594828323 Email : registrar@nitrkl.ac.in

Member Absent:

1.	Shri S. N. Subrahmanyam Chairman (ex-officio), FC, Chairperson, BOG, NIT Rourkela and Chairman & Managing Director, Larsen & Toubro Ltd., L&T House, N.M. Marg, Ballard Estate, P.O. Box: 278, Mumbai-400 001, India.	Tel : 022-67525656 Email : sns@Intecc.com
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FC-67(2023)-01: Welcome to all members to the meeting by the Chairman.

The Acting Chairman (as per statute 4[7]), Prof. K. Umamaheshwar Rao, Director, NIT Rourkela, presided over the meeting. He welcomed all the members, and a leave of absence was granted to the Chairman (ex-officio), FC, Shri S.N. Subrahmanyam.

FC-67(2023)-02: Confirmation of the minutes of the 66th Meeting of the Finance Committee held on 19.10.2023 in the Board Room, NIT Rourkela, through offline/VC mode.

The minutes of the 66th Meeting of the FC held on 19.10.2023 at NIT Rourkela in offline/VC mode were circulated by e-mail to all the members. No comments were received from the members. A copy of the minutes is given in the Annexure.

[Annexure-A1, Page 4 - 7]

The FC confirmed and recommended the minutes for the approval of the BOG.

FC-67(2023)-03: Discussion on the Separate Audit Report (SAR) of the Comptroller and Auditor General of India on the accounts of the National Institute of Technology Rourkela, Odisha, for the year that ended March 31, 2023

The SAR on the accounts of the National Institute of Technology Rourkela for the year that ended March 31, 2023, received from the Principal Director of Audit (Central), is given in the Annexure.

[Annexure-A2, Page 8- 22]

The FC reviewed and recommended the proposal to the BOG for its approval.

FC-67(2023)-04: Provisioning Operating Expenses (OE) for Kendriya Vidyalaya NIT Rourkela.

As per approval from the Kendriya Vidyalaya Sangathan, New Delhi, for opening KV at NIT Rourkela and as per terms and conditions under the IHL category, the Operating Expenses (OE) to run this Vidyalaya shall be borne by NIT Rourkela. However, the KV would function under the administrative control of KVS, RO, Bhubaneswar.

The IRG of the Institute now serves the purpose of repaying the principal towards the HEFA loan and meeting the shortfall of funds from the actual requirement of the Institute minus the Grant-in-Aid received. Balance IRG, if any, gets transferred and merged into the Corpus of the Institute at the end of each Financial Year. Hence, looking at the current HEFA loan position, meeting OE for KV from IRG would put additional stress on it.

In this connection, the following proposal is placed for managing the OE of KV for the years to come (at least for the next 25 years).

1. NIT has been entrusted with conducting CSAB by the MoE for 2022 and 2023, respectively. At the end of CSAB-2022, a balance income of ₹ 21.5 Cr. (approx.) is left with the CSAB after incurring all expenditures. Similarly, in CSAB-2023, an amount of ₹ 24 Cr. (approx.) is expected to be left after incurring all expenditure.
2. The total fund thus earned (more than ₹ 45 Cr. approx.), which is supposed to be added to the Corpus of the Institute, may be earmarked, put into FDs/Mutual Funds/Bonds etc., and the interest/dividend so accrued periodically may be utilized to meet OE and other liabilities of the KV. A surplus of the interest thus earned shall be added back to the Corpus, and similarly, the shortfall amount, if any, which would be meager in quantum, shall be adjusted from the IRG of that FY.
3. Although the fund so earmarked is for meeting the OE of KV, the same shall be accounted as an integral part of Corpus since the capital expenditure for KV shall be undertaken and borne by the external sponsor. It is pertinent to mention here that the total requirement of OE in an FY, which would be around ₹ 2.0 Cr. to ₹ 2.5 Cr., shall comfortably be managed from the interest income of the earmarked fund, counting the average market trends in recent years.

The matter is now placed before the FC for kind consideration.

The FC perused the proposal and recommended it to the BOG for approval.

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FC-67(2023)-05: Approval to deposit advance of Rs. 80,00,000/- in the Escrow Account (KV, NIT Rourkela, Odisha, School Fund Account).

In reference to the decision taken in the BOG 91(2023)-06 for opening a new Kendriya Vidyalaya under the IHL Sector in the campus of NIT Rourkela, the same has been approved by the Hon'ble Minister of Education-cum-Chairman, KVS for starting this Vidyalaya from the academic year 2024-25.

As per the letter no. F. 11072-3/ODIS/2023-KVS(HQ)/Admn.I/634-35 dated 21.11.2023 received from the Joint Commissioner (Pers.), Kendriya Vidyalaya, Sangathan, an Escrow Account in the name of "KV, NIT, Rourkela, Odisha, School Fund Account" is to be opened and the sum in advance equivalent to the amount required for 6 months for running the newly opened Kendriya Vidyalaya from Class I to V, i.e., Rs. 80,00,000/- is to be deposited. The matter is now placed before the Finance Committee for a suitable decision.

[Annexure-A3, Page 23]

The FC approved the proposal.

FC-66(2023)-06: Any other item with the permission of the Chair.

Nil

The meeting ended with thanks to the Chair.


[Prof. Rohan Dhiman] 11/12/2023
Registrar and Member Secretary,
FC, NIT Rourkela


[Prof. K. Umamaheshwar Rao]
Acting Chairperson (Acting Chairman, FC),
BOG, NIT Rourkela
11.12.23