

Minutes of the 17th Meeting of the Finance Committee

Date and time: 13th December 2022 at 10:00 Hours

Venue: Board Room, IIT Hyderabad, Kandi 502 284, Sanga Reddy District.

Members present:

Dr. B.V.R. Mohan Reddy	Chairman
Shri. Rakesh Ranjan, IAS	Additional Secretary, MoE, Member (Official comments received vide F.No.11-9/2018-T.S.-1 dated 13.12.2022).
Prof. B.S. Murty	Director, IITH, Member
Ms. Leena Johri	Additional Secretary and Financial Advisor, MoE. Member (Official comments received vide F.No.1-11/2011-IFD dated 12.12.2022) _____.
Prof. KVL Subramaniam	Dean (Planning), IITH, Member
Prof. Chandrashekhar Sharma	Dean (R&D), IITH, Member
Cmde Manohar Nambiar (Retd)	Registrar, IITH and Secretary

At the outset, the Director, IIT Hyderabad (IITH) welcomed the Chairman and Members of the Finance Committee (FC) to its 17th Meeting.

Item No. 17.1: Confirmation of the Minutes of the 16th Meeting of the FC

The Director stated that the Sixteenth Meeting of the FC of the Institute was held on 16th September 2022, and a copy of the Minutes of the Meeting has already been circulated to the Members.

Comments of AS(TE): May be Considered.

Comments of IFD: May be Considered.

Resolution: The minutes of 16th FC meeting of IITH held on 16th September 2022 are confirmed.

Item No. 17.2.1: Action Taken Report on the Minutes of the 16th Meeting of the FC

The Director presented the following action taken report against the agenda items 16.3.1 as per the resolution passed in the meeting:

Agenda Item 16.3.1:

“Agenda item – 15.2.1 - Proposal for sanction of 100 new non-teaching posts:

Against the detailed proposal forwarded to the Ministry vide letter dated 02 Aug 2022 on 03.08.2022 for examination and onward submission to the DoE, Ministry has conveyed that the matter has been examined and in the first instance it is advised to expedite filling up of all vacant positions both for faculty and non-faculty as per the approved sanctioned strength vide its letter no. F.No.11-11/2020-TS-I dated 20.10.2022.” – No action is pending

He further stated that no action is pending against the remaining agenda points.

Comments of AS(TE): Action taken may be noted.

Comments of IFD: May be considered, if the ATR is as per the recommendations and rules.

Resolution: The Committee ratifies the actions taken on the resolutions of 16th committee meeting of IITH held on 16th September 2022.

Item No. 17.2.2: Annual Accounts for the F.Y 2021-22

The Director stated that the Annual Accounts of the Institute for the year 2021-22 have been prepared in the format prescribed by Ministry of Education, Government of India and submitted for Audit with the approval of the Chairman, FC. A team of auditors under C&AG have audited and the final audited Annual Accounts have been submitted to the Ministry.

Comments of AS(TE): May be Considered. Views of IFD may also be taken.

Comments of IFD: May be ratified.

Resolution: The Committee ratifies the Annual Accounts for the F.Y 2021-22 audited by the C&AG.

Item No. 17.2.3: To ratify report on Major Purchases

A Report on Major Purchases of value Rs 20 lakhs and above made by the Institute during the period 23.08.2022 to 24.11.2022 was presented by the Director for the ratification of the committee. The Director stated that in accordance with the approval of the FC in its third meeting held on 03 Jan 2014, the purchases of the order of Rs 20 lakhs and above is to be reported to the committee. He further clarified that the relevant provisions of GFR-2017 were fully followed in all these purchases.

Comments of AS(TE): FC may ensure all the purchases have been made in compliance with GFR 2017 and procurement guidelines issued time to time by Govt. of India.

Comments of IFD: May be ratified, if the purchases were made complying GeM / GTE guidelines.

Resolution: The Committee ratifies the report on major purchases as presented.

Item No. 17.3.1: Report on Campus Development Project

(a) Report on campus development works of IITH Phase-I and Phase II [HEFA]

The Dean (Planning) stated that, Government of India vide letter No. 34-1/2016 -TS-I dated 08.07.2016 accorded revised sanction for the Detailed Project Report (DPR) for an amount of Rs 2075 Crores, wherein a provision of **Rs 1042 Crores** is allocated for the Construction of Permanent Campus of IITH. An additional **Rs 510.5 Crores** was approved under HEFA Window-II for the completion of the Campus development work. The detailed break-up of the HEFA loan disbursements is tabulated below.

Expenditure details against sanctioned amount of Rs 1042 Cr		
Particulars	Expenditure incurred so far	Remarks
The expenditure covers constructed related activities including buildings in Phase-I, expenditure on consultancy services, payment to local bodies for obtaining bulk services like water and power besides development of few facilities such as sports fields, project student hostels, workshops, etc. The expenditure also covers the infrastructure development works under the ongoing construction	Rs 1000.39 Cr	As on 31/10/2022 an expenditure of Rs 1000.39 Cr has been incurred.

contracts for Phase-II works clubbed with the JICA assisted works of campus development.		
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HEFA Loan Disbursement against sanctioned amount of Rs 510.5 Cr		
1 st Instalment	Rs 275 Cr	Against Ministry Sanction of Rs 510.5 Cr towards HEFA Loan, the HEFA (Funding Agency) has granted loan of Rs 275 Cr in First Instalment and Rs 150 Cr (Rs 125 Cr for Infra works and balance Rs 25 Cr for electro-mechanical equipment) in Second Instalment. HEFA loan of Rs 275 Cr was sanctioned on 31/07/2018 and a loan of Rs 150 Cr has been approved vide SAN/IITH/142/21-22/ dated 02/07/2021.
2 nd Instalment	Rs 150 Cr	
Total	Rs 425 Cr	
Expenditure details against HEFA Loan of Rs. 425 Cr		
Phase-I	Rs 119.56 Cr	As on 31/10/2022, Rs 289.06 Cr of Loan has been disbursed by HEFA against Loan of Rs 425 Cr
Operationalization of Campus	Rs 30 Cr	
Phase-II	Rs 139.50 Cr	
Total	Rs 289.06 Cr	

(b) Report on campus development works of IITH Phase-II: (IITH-JICA collaboration project)

The Dean (Planning) stated that the Phase-II Infrastructure Development at IITH was divided in two different packages 3A and 3B and discussed the progress of each package separately.

Package 3A: As approved in 12th BWC meeting (item No. 6), the Contract for the Construction of Permanent Campus of IITH at Kandi (Package-3A) was awarded to M/s. Larson & Toubro Ltd. (L&T) for Rs 864,45,75,374/-. The Contractor had started the work on 25/03/2019. As on 31-10-2022, an expenditure of Rs 611.25 Cr has been incurred. He further presented the breakup of the expenditure among the sub-heads as shown below:

Particulars	JICA	HEFA	Technology Research Park
Mobilization Advance	Rs 37,10,44,918.00	Rs 18,00,467.00	-Rs 1.00
Value of Work	Rs 4,26,67,55,385.00	Rs 80,38,20,728.29	Rs 57,42,85,417.00
Secured Advance	Rs 9,63,23,684.00	-Rs 11,01,150.00	-Rs 4,07,648.00
Total	Rs 4,73,41,23,987.00	Rs 80,45,20,045.29	Rs 57,38,77,768.00
Grand Total		Rs 6,11,25,21,800.29	

He further stated that during the period an academic department building of Chemistry was inaugurated and occupied.

Package 3B: As approved in 12th BWC meeting (item No. 7), the Contract for the Construction of Permanent Campus of IITH at Kandi (Package-3B) was awarded to M/s. Shapoorji Pallonji & Company Pvt. Ltd. (SPCPL), for **Rs 820,96,51,369/-**. The Contractor had started the work on 01/08/2019. As on 31-10-2022, an expenditure of **Rs 458.88 Cr** has been incurred. The breakup of the expenditure among the sub-heads is as following:

Particulars	JICA	HEFA
Mobilization Advance	Rs 55,82,48,989.41	Rs 5,83,04,202.80
Value of Work	Rs 3,36,41,83,056.00	Rs 47,49,59,850.00
Secured Advance	Rs 11,18,65,846.00	Rs 2,13,07,783.00
Total	Rs 4,03,42,97,891.41	Rs 55,45,71,835.80
Grand Total	Rs 4,58,88,69,727.21	

The Dean (Planning) further stated that, during the period under report another hostel building has been completed and occupied.

Comments of AS(TE): May be considered. However, no-cost time extension for project completion was till 31st October 2022 which is already over, therefore, IITH is requested to submit project completion report in respect of Projects as per Cabinet approved DPR funded by HEFA and MoE grants.

Comments of IFD: May be reported and timelines set may be adhered to.

Resolution: The Committee noted the report on campus development works of IITH.

Item No. 17.3.2: Report on construction of precast 2 Nos Faculty Housing Towers (G+12), 3 Nos Staff Housing Towers (G+12) and 3 Nos Hostel Blocks (G+6) RCC Structure

The Director stated that in view of expected increase in the student strength in the next few years and to meet the projected academic & administrative needs, additional Faculty and Staff are required to be recruited. MHRD vide letter no. F.41-04/2020- TS-VII dated 04/05/2020 asked the IITs for initiating new proposals. Accordingly, for accommodation facilities and other amenities to Faculty, Staff and Students, the following new construction proposals were initiated to obtain HEFA Fresh Loan on accord of approval by Ministry of Education (MOE), Govt. of India (GOI).

(a) **Construction of Three Additional Precast Hostels:** It is proposed to construct 3 additional blocks of precast hostels to cater to the increasing demand of student's intake. The Institute had recently completed a 336-boarder hostel which took about one-years' time to complete. To ensure speedy construction, the Institute is proposing to adopt precast technology for these additional hostels and preliminary estimates have been prepared for an amount of Rs 58.09 Cr.

(b) **Housing:** It is proposed to construct additional faculty and staff housing to cater to the existing shortages of accommodation in the campus. The preliminary estimates for the housing, which is proposed to be constructed with precast technology for fast completion has been prepared for an amount of Rs 227.66 cr.

A DPR was submitted to MoE for Sanction and Government of India vide letter No. 11-13/2021 -TS-I dated 11.07.2022 accorded sanction for the detailed project report (DPR) for an amount of Rs 285.75 Crore, wherein a provision of Rs 58.09 Cr has been allocated for the Construction of 3 Blocks of "336 Boarders Precast Hostels" and Rs 227.66 Cr has been allocated for the Construction of 2 numbers of Faculty (G+12 & 72 flats in each building) and 3 numbers of Staff Housing (G+12 & 72 flats in each building) at IITH. He also presented the plinth area in Sqm against each proposed building.

He further stated that the above works will be funded by loan from HEFA under Window-II, as per which the IITH will have to repay the 25% of the principal amount of the loan from its internal revenue for a period of 10 years and 75% of the principal amount along with the yearly interest component of the loan will be borne by MoE.

After obtaining the loan approval from HEFA, tenders were invited on 13-09-2022 and after evaluation of technical and financial bids, the contract for "Construction of precast 2 Nos Faculty Housing Towers (G+12), 3 Nos Staff Housing Towers (G+12) and 3 Nos Hostel Blocks (G+6) RCC Structure at IITH, Kandi, Sangareddy" was awarded to M/s Teemage Builders Private Ltd for Rs 254,65,48,485.00 (Rupees Two Hundred Fifty-Four Crore Sixty-Five Lakh Forty-Eight Thousand Four Hundred Eighty-Five Only) including GST.

He also stated that the timelines for completing the construction of Hostel Block (PCH-1) is 300 days and Hostel Block (PCH-2) & Hostel Block (PCH-3) is 450 days. For construction of Faculty

Housing FT1A-C Type and FT1B-C Type the timeline is 630 & 720 days respectively. The timeline for construction of all the proposed staff housing i.e., Staff Housing (ST1A-E Type), Staff Housing (ST2A-D Type) and Staff Housing (ST1B-D Type) is 540 days.

Comments of AS(TE): May be noted.

Comments of IFD: May be reported as per the approvals of MoE.

Resolution: The Committee notes the report on construction of precast 2 Nos Faculty Housing Towers (G+12), 3 Nos Staff Housing Towers (G+12) and 3 Nos Hostel Blocks (G+6) RCC Structure.

Item No. 17.3.3: Report on sanction of HEFA Loan for Rs 285.75 crores to construct Pre-cast Hostels, Faculty & Staff housing

The Director stated that the Ministry of Education has accorded approval for construction of Pre-cast Hostels, Faculty & Staff housing at a cost of Rs 285.75 crore from the HEFA loan under Window-II vide letter no F.No: 11-13/2021-TS-I, dated 11.07.2022. In accordance with the Minutes of the Delegated Investment Board (DIB) dated 27.06.2022, the institute has to repay 25% of principal amount of the loan from its internal revenue for a period of 10 years and 75% of the principal amount along with the Interest component will be borne by MoE under OH-31 grant.

Further, vide sanction letter no. SAN/IITH/360/2022-23, dated: 29.09.2022 Higher Education Funding Agency (HEFA) has sanctioned a term loan of Rs 285.75 crore and the agreement was executed on 07/11/2022 with HEFA. An upfront amount of Rs 14.2875 crores towards one instalment amount was also deposited in ESCROW account from Institute internal revenue. The tender was awarded for an amount of Rs 254.65 crores for construction of Pre-cast Hostels, Faculty & Staff housing.

Comments of AS(TE): May be noted.

Comments of IFD: May be reported as per the approvals of MoE.

Resolution: The Committee notes the report on sanction of HEFA loan for Rs 285.75 crores to construct pre-cast hostels, faculty & staff housing.

Item No. 17.3.4: Report on replies submitted to Public Accounts Committee (PAC)

The Director stated that the Ministry has sought the comments of the Institute against the CAG Report 20 of 2021 to place it in for a meeting with Public Accounts Committee (2022-2023) and accordingly the comments of the institute against each observation have been forwarded. The Director and Dean (Planning) have attended the said meeting with the Public Accounts Committee held on 11th October 2022. Thereafter, the Ministry sought comments against the list of points arising out of PAC meeting held on 11.10.2022 and replies have been forwarded to the Ministry.

Comments of AS(TE): May be noted.

Comments of IFD: May be reported as sent to MoE.

Resolution: The Committee notes the report on replies submitted to the Public Accounts Committee (2022-2023).

Item No. 17.4: Any other item with the approval of the Chair

There being no further points, the meeting ended with thanks to the Chair.
