

Minutes of the 18th Meeting of the Finance Committee

Date and time: 10 Mar 23 at 10:00 Hours

Venue: Board Room, IIT Hyderabad, Kandi 502 284

Members present:

Dr. B.V.R. Mohan Reddy	Chairman
Ms Saumya Gupta, IAS	Joint Secretary, MoE, Member (Official comments received vide F.No.11-9/2018-T.S.-1 dated 10.03.2023)
Prof. B.S. Murty	Director, IITH, Member
Ms. Leena Johri	Additional Secretary and Financial Advisor, MoE. Member (Official comments received vide F.No.1-07/2023-IFD dated 09.03.2023)
Prof. KVL Subramaniam	Dean (Planning), IITH, Member
Prof. Chandrashekhar Sharma	Dean (SRC), IITH, Member
Cmdr 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 18th Meeting.

Item No. 18.1: Confirmation of the Minutes of the 17th Meeting of the FC

The Director stated that the Seventeenth Meeting of the FC of the institute was held on 13 Dec 2022, and a copy of the Minutes of the Meeting has already been circulated to the Members.

Comments of JS (TE): May be considered.

Comments of AS & FA: May be considered.

Resolution: The minutes of 17th FC meeting of IITH held on 13 Dec 22 are confirmed.

Item No. 18.2.1: Proposal for approval of Annual Budget for the F.Y 2023-24

The Director presented the budget estimates for FY 2023-24, submitted to MoE, for Rs. 893.92 Cr (OH 31 - Rs.230.36 Cr, OH35 - Rs.502.33 Cr, OH36 - Rs.161.23 Cr) to the FC members. The above allocation includes HEFA Principal and Interest components of MoE but does not include the HEFA principal to be paid by IITH from its IRG. The justification for the increase in the proposed budget is placed at ***Annexure 1 & 2.***

Comments of JS (TE): The projected expenditure for 2023-24 is seen. FC may re-assess the expenditure budget with a view to find out possibilities for reduction in the projected expenditure, as significant increase in expenditure can be seen under OH-31 when compared to last year's allocation. (For F.Y. 22-23 under OH-31, allocation at BE stage was 61.48 Cr). With regards to expenditure on civil works, it may kindly be ensured that case of cost overrun does not arise. It is also reiterated that as per Got policy, major civil works are to be financed through HEFA loans only minor civil works, equipment's/library/furniture. Further, allocation of funds to the institute would be subject to availability of funds with the Ministry.

Comments of AS & FA: May be considered. However, allocations are subject to availability of resources.

Resolution: *The Committee approved the proposed annual budget for the financial year 2023-24 as presented.*

Item No. 18.3.1: Action Taken Report on the Minutes of the 17th Meeting of the Finance Committee

A report relating to the actions taken on the various minutes was presented by the Director for information and consideration of the Board. The Director stated that no actions are pending.

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

Comments of AS & FA: May be considered if the ATR is as per the recommendations & rules.

Resolution: *The Committee ratifies the actions taken on the resolutions of 17th committee meeting of IIT Hyderabad held on 13 Dec 2022.*

Item No. 18.3.2: 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 25 Nov 22 to 20 Feb 23 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 JS (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 AS & FA: May be reported.

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

Item No. 18.4.1: Report on Campus Development Project

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

The Director requested the Dean (Planning) to give an update on the campus development works. 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 Cr, wherein a provision of **Rs 1042 Cr** is allocated for the Construction of Permanent Campus of IITH. An additional **Rs 510.5 Cr** 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 contracts for	Rs 1001.74 Cr	As on 28/02/2023 an expenditure of Rs 1001.74 Cr has been incurred.

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 28/02/2023, Rs 298.54 Cr of Loan has been disbursed by HEFA against Loan of Rs 425 Cr
Operationalization of Campus	Rs 30 Cr	
Phase-II	Rs 148.98 Cr	
Total	Rs 298.54 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: 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 28-02-2023, an expenditure of Rs.706.20 Cr has been incurred. He further presented the breakup of the expenditure among the sub-heads as shown below:

Particulars	JICA	HEFA	Tech Research Park
Mobilization Advance	₹ 18,77,51,730.51	₹ 1.29	-₹ 1.00
Value of Work	₹ 5,32,35,87,007.54	₹ 90,57,12,104.10	₹ 61,69,72,864.90
Secured Advance	₹ 3,04,74,575.07	-₹ 20,37,374.08	-₹ 4,07,648.00
Total	₹ 5,54,18,13,313.12	₹ 90,36,74,731.31	₹ 61,65,65,215.90
Grand Total			₹ 7,06,20,53,260.33

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

Package 3B: The Contract for the Construction of Permanent Campus of IIT Hyderabad 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 28-02-2023, an expenditure of **Rs.523.49 Cr** has been incurred. He further presented the breakup of the expenditure among the sub-heads as shown below:

Particulars	JICA	HEFA
Mobilization Advance	₹ 50,04,24,491.08	-₹ 9,15,429.35
Value of Work	₹ 4,03,51,27,241.00	₹ 55,82,92,160.00
Secured Advance	₹ 11,92,26,120.00	₹ 2,28,06,029.00
Total	₹ 4,65,47,77,852.08	₹ 58,01,82,759.65
	Grand Total	₹ 5,23,49,60,611.73

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

Comments of JS (TE): On similar of agenda item no..17.3.1 of 17th FC, AS (TE) vide even number dated 13.12.2022, advised IIT Hyderabad to submit project completion report of HEFA financed works at the earliest as its no-cost time extension has expired on 31.02.2022. The same is reiterated once again. In case, the work is not complete, Institute is requested to send a request seeking no-cost time extension with proper justification.

Comments of AS & FA: May be reported and timelines set may be adhered to for completion of the individual projects.

Resolution: The Committee notes the report on campus development works of IIT Hyderabad.

Item No. 18.4.2: Report of items approved to be procured through Global Tender Enquiry (GTE)

The Director stated that 04 proposals were submitted in the month of October 22 and another 02 proposals in January 23 amounting to Rs.1.99 Crores and the Ministry has conveyed its in-principal approval for all the proposals.

Comments of JS (TE): No comments.

Comments of AS & FA: May be reported as per the approvals from MoE.

Resolution: Committee notes the report of items approved to be procured through global tender enquiry (GTE).

Item No. 18.5: Any other item with the approval of the Chair

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