

Minutes of the 19th Meeting of the Finance Committee

Date and time: 14th June 2023 at 10:00 Hours

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

Members present:

Dr. B.V.R. Mohan Reddy	Chairman
Prof. B.S. Murty	Director, IITH, Member
Prof. KVL Subramaniam	Dean (Planning), IITH, Member
Prof. Chandrashekhar Sharma	Dean (R&D), IITH, Member
Cmdr Manohar Nambiar (Retd)	Registrar, IITH and Secretary

Official comments from Ms Saumya Gupta, IAS, Joint Secretary (TE), MoE and Shri Sanjog Kapoor, IRS, Joint Secretary and Financial advisor, MoE have been received vide F.No.11-9/2018-T.S.-1 dated 14th June 2023 and F.No.1-07/2023-IFD dated 13th June 2023.

At the outset, the Director, IIT Hyderabad (IITH) welcomed the Chairman and Members of the Finance Committee (FC) to its 19th Meeting.

Item No. 19.1: Confirmation of the Minutes of the 18th Meeting of the FC

The Director stated that the Eighteenth Meeting of the FC of the Institute was held on 10th March 2023, 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 JS&FA: May be considered.

Resolution: The minutes of 18th FC meeting of IITH held on 10th March 2023 are confirmed.

Item No. 19.2.1: Action Taken Report on the Minutes of the 18th 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): No action is pending. May be noted.

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

Resolution: The Committee ratified the actions taken on the resolutions of 18th FC meeting of IIT Hyderabad held on 10th March 2023.

Item No. 19.2.2: Report on budget sanction for the F.Y 2023-24

The Director stated that, a budget proposal for Rs. 893.92 Crore for the F.Y. 2023-24 (*Annexure-1*) has been placed in 18th FC meeting held on 10th March 2023 and the same has been approved by the Committee. MoE vide its letter F.No.27- 1/2023-TS-I dated 19th April 2023 has conveyed the budget allocation of Rs.207.75Cr for the F.Y. 2023-24 i.e., towards OH 31-74.17Cr, OH 35-17.02Cr and OH 36-116.56Cr. Further, liability of MoE under HEFA will be separate, as applicable, and will be as per window specified /categorized.

Comments of JS (TE): May be considered, release of funds will be subject to availability of funds with the ministry.

Comments of JS&FA: May be reported.

Resolution: The Committee ratified the report on budget sanctions for the F.Y. 2023-24.

Item No. 19.2.3: 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 21st February 2023 to 17th May 2023 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 3rd January 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): Institute 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 JS&FA: May be ratified.

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

Item No. 19.3.1: Report on Campus Development Works

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

The Dean (Planning) stated that, Government of India vide letter No. 34-1/2016 -TS-I dated 8th July 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 contracts for Phase-II works clubbed with the JICA assisted works of campus development.	Rs 1013.03 Cr	As on 30 th April 2023 an expenditure of Rs 1013.03 Cr has been incurred.

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 st July 2018 and a loan of Rs 150 Cr has been approved vide SAN/IITH/142/21-22/ dated 2 nd July 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 30 th April 2023, Rs 326.01 Cr of Loan has been disbursed by HEFA against Loan of Rs 425 Cr
Operationalization of Campus	Rs 30 Cr	
Phase-II	Rs 176.45 Cr	
Total	Rs 326.01 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 864,45,75,374.00. The Contractor had started the work on 25th March 2019. As on **30th April 2023**, an expenditure of **Rs.764.50 Cr** has been incurred. He further presented the breakup of the expenditure among the sub-heads as shown below:

Particulars	JICA	HEFA	TRP
Mobilization Advance	₹ 7,24,07,347.00	₹ 0.00	₹ 0.00
Value of Work	₹ 5,76,28,25,883.00	₹ 1,16,84,85,128.00	₹ 62,28,52,292.00
Secured Advance	₹ 1,84,48,825.00	₹ 0.00	₹ 0.00
Total	₹ 5,85,36,82,056.00	₹ 1,16,84,85,129.00	₹ 62,28,52,292.00
Grand Total			₹ 7,64,50,19,476.00

The Chairman advised the Institute to ensure that the project under the package 3A achieves a target of 95% towards financial progress as on 31st July 2023.

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. 820,96,51,369.00. The Contractor had started the work on 1st August 2019. As on **30th April 2023**, an expenditure of **Rs. 547.33 Cr** has been incurred. He further presented the breakup of the expenditure among the sub-heads as shown below:

Particulars	JICA	HEFA
Mobilization Advance	₹ 45,35,41,394.95	₹ 0.00
Value of Work	₹ 4,32,05,74,421.00	₹ 57,63,84,307.15
Secured Advance	₹ 10,31,34,026.00	₹ 1,97,40,870.00
Total	₹ 4,87,72,49,841.95	₹ 59,61,25,177.15
	Grand Total	₹ 5,47,33,75,019.00

The Director stated that sufficient funds are available for release of payment to the contractor towards the works completed so far under package 3B, however, the payment can only be made after submission of bills against the works done. The Chairman advised the Institute to push the PMC to ensure that M/s. Shapoorji Pallonji & Company Pvt. Ltd. (SPCPL) submits the bills on time for release of payment from the institute and to strive towards achieving 80% financial progress as on 31st July 2023. It was also decided to issue a letter to the contractors stating that no payments will be processed or released against the bills submitted after 31st July 2023. Further, the Chairman advised the Director to address a letter to the Ministry seeking clarification with regard to the HEFA loan sanctioned for phase-I and Phase-II.

Comments of JS (TE): Progress of the development works is noted. Institute is requested to make all out efforts to ensure completion of these projects by the date communicated by this Ministry.

Comments of JS&FA: May be reported. Progress may be monitored to complete the project as per the timelines prescribed.

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

Item No. 19.3.2: **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 at IIT Hyderabad**

The Director stated that, as reported to the FC in the 17th meeting, additional Faculty and Staff are required to be recruited to meet the expected increase in the student strength in upcoming years and academic & administrative needs. The Ministry vide its letter no. F.41-04/2020- TS-VII dated 4th May 2020 had asked the IITs for initiating new proposals. For accommodation facilities and other amenities for Faculty, Staff and Students, a HEFA Loan for Rs 285 Cr was sanctioned under Window II on accord of approval by Ministry of Education (MOE), Govt. of India (GOI). The work was awarded to M/s Teemage Builders Private Ltd for Rs.254.65 Cr.

He presented the physical and financial progress of the construction as on 20th May 2023 and further stated that these precast housing for faculty (02) and staff (03) consists of 12 floors with a total of 72 flats (6 flats per floor*12) in each building and may accommodate a total of 360 employees in overall. The construction of these housing is expected to complete by end of December 2024.

Comments of JS (TE): May be noted.

Comments of JS&FA: May be noted. Institute may strive to complete the 'permanent campus construction' project within the time extension approved by the MoE.

Resolution: *The Committee noted the report 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 IIT Hyderabad.*

Item No. 19.4: **Any other item with the approval of the Chair**

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