



MINUTES OF CIRCULATION AGENDA
(Dated 10.04.2020)

**FINANCE COMMITTEE
&
BOARD OF GOVERNORS**

Date: 10.04.2020

**National Institute of Technology Nagaland
Chumukedima, Dimapur- 797 103
Nagaland**

**MINUTES OF THE FINANCE COMMITTEE AND BOARD OF
GOVERNORS MEETING BY CIRCULATION AGENDA Dt. 10-04-2020**

MEMBERS PARTICIPATED

1. Shri. Suparno Moitra
Chairperson, FC and BOG
NIT Nagaland
2. Shri Madan Mohan,
Additional Director General (NITs)
Ministry of Human Resource Development
3. Ms. Darshana M Dabral,
Joint Secretary (FA)
Ministry of Human Resource Development
4. Prof. V. Jagadeesh Kumar,
Professor and Dean (Academics),
Indian Institute of Technology Madras
5. Dr. P.S. Robi,
Professor & Deputy Director,
Indian Institute of Technology, Guwahati
6. Er. Kahuto Sema,
Chief Engineer,
Police Engineering Project (PEP),
7. Dr. G. Venkatesh
M/s Sasken Technologies, Bengaluru
8. Er. Arjun Singh
Director of Technical Education,
Government of Nagaland
9. Prof. Ajay Kalamdhad,
Professor,
Indian Institute of Technology Guwahati,
10. Dr. S.Venugopal
Director, NIT Nagaland
11. Shri. Binod Doley
Registrar, NIT Nagaland

FC & BOG -01 TO CONSIDER AND APPROVE THE RELEASING OF THE PAYMENT TO THE VARIOUS VENDORS

In the meeting held on 13/03/2020 with ADG (HE), the NIT Division directed the institute to provide the budget requirement for the FY 2019-20 under capital in view of the EFC/Cabinet approval. It has been observed that the EFC worksheet and Reports contain lots of mistakes and inconsistency and it appears that based on the erroneous report of EFC, the approval of Union Cabinet of India was obtained. Because of the above reason, the fund allotted to NIT Nagaland is insufficient to clear up outstanding payments due to various vendors/contractors and to complete the civil work recommended by EFC even to the reasonable level of completion. In view of the above, Director, NIT Nagaland requested vide letter dated 24.03.2020 to provide funds as detailed below for the immediate requirement, under protest in anticipation that the NIT Nagaland will receive the additional funds for Civil work and Lab and Equipment components of project cost.

S.No	Head	Current requirements of Capital Fund (excluding Taxes) for the year 2019-20 in Rs. Lakhs		
		Clearing Outstanding Dues	Carrying out Ongoing work	Total
1	Infrastructure – Civil	1255	1000	2255
2	Infrastructure – Water Supply and Water Recycling Project	Nil	1200	1200
3	Lab & Equipment	821	70	891
4	M/s Global Tube Well	43		43
5	Furniture	Nil	200	200
TOTAL				4589

Vide MHRD 36-3/2019-TS.III (Pt. 2) dated 26.03.2020, Rs. 2700 lakhs under OH-35 (Capital Head) has been allocated to NIT Nagaland without any breakup. In the absence of bifurcation on the allocation fund under each head, Institute proposes to release the payments within the sanctioned amount of Rs. 2700 lakhs to the PMC, vendors and contractors as detailed below for the consideration and approval of FC and BoG,

S.N	Head	Vendors	Rs. In Lakhs		
			Out-standing Amount Due	Deposit for the continuation of the work	Amount proposed to be released
1	Infrastructure	M/s FEDO	1255.00	1045.00	2300.00
2	Infrastructure Construction & Installation of Filtration plant	M/s Global Tube Well	43.00	Nil	43.00
3	Equipment Civil, Mechanical and Instrumentation Labs	<ul style="list-style-type: none"> ▪ M/s Amil (Civil Lab) ▪ M/s FESTO(Mech. Lab) ▪ M/s Vishal Viyper (Mech Lab) ▪ M/s Maverik Tech (Mech. Lab) ▪ M/s Vi Microsystems (E&I Lab) 	301.00 70.00 291.00 146.00 13.00	Nil	90.30 21.00 87.10 43.60 4.00
Total					2589.00

The remaining Rs. 111 Lakhs is earmarked for digging of two more bore wells on emergency basis up to a depth of 500 m and for the purchase of furniture subject to the approval of BWC/IPC, FC and BoG of NIT Nagaland. It is proposed to pay to M/s FEDO Rs. 2300.00 as depositary amount towards the work already executed and for the future work. The amount to be paid to the vendors are based on proportion to the quantum of the outstanding amount.

As the Vendors are pressing us for the payment due to the fact, they have supplied the equipment about 3 years back, it is proposed to pay from the IRG Rs. 197.00 Lakhs to the above vendors. It is to be noted that the money available in IRG is Rs. 383.00 Lakhs and about Rs. 25 Lakhs has already been committed for the purchase of a transformer and providing permanent electrical lines for the New Boys Hostel and faculty Quarters. It is proposed to pay to the Vendors supplied equipment from IRG as detailed below,

S. No	Vendor	Release of Payment Towards	Amount proposed to be released from IRG (Rs. In Lakhs)
1	M/s Amil (Civil Lab)	Partial Outstanding due payable	66.80
2	M/s FESTO (Mech. Lab)	Partial Outstanding due payable	20.50
3	M/s Vishal Viyper (Mech Lab)	Partial Outstanding due payable	64.90
4	M/s Maverik Tech (Mech. Lab)	Partial Outstanding due payable	35.80
5	M/s Vi Microsystems (E&I Lab)	Outstanding due payable in full	9.00
Total			197.00

The amount to be paid to the vendors from IRG is based on (i) a base amount of Rs. 9 Lakhs (with the view to clearing the entire due of the vendor, whose due is minimum) to all the vendors and (ii) amount proportion to the quantum of the outstanding amount. FC and BoG may consider and approve for releasing amount to the M/s FEDO (PMC), Vendors and Contractors as detailed given below [GIA (OH-35) + IRG] in accordance with GFR 2017.

S. No	Vendor	Release of Payment Towards	Amount proposed to be released Rs. In Lakhs		
			From OH-35 (GIA)	From IRG	Total
1	M/s FEDO	Partial Deposit amount	2300.00	Nil	2300.00
2	M/s Global Tube Well	Outstanding due payable in full	43.00	Nil	43.00
3	M/s Amil	Partial Outstanding due payable	90.30	66.80	157.10
4	M/s FESTO	Partial Outstanding due payable	21.00	20.50	41.50
5	M/s Vishal Viyper	Partial Outstanding due payable	87.10	64.90	152.0
6	M/s Maverik Tech	Partial Outstanding due payable	43.60	35.80	79.40
7	M/s Vi Microsystems	Outstanding due payable in full	4.00	9.00	13.00
TOTAL			2589.00	197.00	2786.00

The matter is placed before the FC & Board for consideration and approval.

FC & BOG -02 TO CONSIDER AND APPROVE FOR SUBMITTING PROPOSAL FOR SANCTION OF FUND FOR THE WATER SUPPLY PROJECT AND WATER RECYCLING PLANT.

The NIT Nagaland does not have water supply from the reliable source to meet the full requirement. In this respected a dedicated pipeline is to be connected to the main water source about 10 km away. The Government of Nagaland has agreed to undertake this work on deposit basis. The project proposal submitted by the Public Health Engineering Department (PHED) of Government of Nagaland has also been approved by 8th BWC (agenda point 08.11) meeting held on 17.01.2017 and also in the 6th FC (agenda point 06.03) and 11th BOG (agenda point 07.03) meeting held on 18/09/2017. The EFC has also recommended for the budget allocation of Rs. 1200 Lakhs for the above work. Unfortunately, this amount is wrongly mentioned as Rs. 120 Lakhs in the EFC Worksheet and added in the total cost of civil work, i.e., Rs. 1080 Lakhs has not been taken in the total cost due to this typographical error. At present out of seven bore wells, only two bore-wells are giving yield and the yields from these two bore wells are also very poor. Hence, the water supply project and water recycling projects are to be started immediately. In view of the above, it is proposed to submit the proposal for allocations of Rs. 1200 Lakhs for the water supply project on deposit basis with PHED, Govt. of Nagaland and water recycling plant.

The matter is placed before the FC & Board for consideration and approval.

FC & BOG -03 TO CONSIDER AND APPROVE THE ESTIMATE SUBMITTED BY NAGALAND PWD FOR REHABILITATION, BUILDING UP OF RETAINING WALLS, AND FILLING UP OF AREAS AFFECTED BY LANDSLIDE AND ALSO TO CONSIDER AND APPROVE FOR SUBMITTING PROPOSAL TO MHRD FOR THE SANCTION OF FUND FOR THE ABOVE WORK.

There was a huge landslide occurred in NIT Campus during the period 24th October 2019 to 26th October 2019 due to heavy rains. Expert Committee has been constituted to investigate and analyze the occurrence of landslide in NIT Nagaland for proposing remedial measures. The committee recommended that (i) damage assessment in terms of cost be made in consultation with Nagaland Public Works Department (NPWD) and state government revenue authorities and (ii) retaining walls shall be built for preventing land slide for protecting other buildings. Accordingly, the Nagaland Police Engineering Project / Nagaland Public Works Department (NPWD) has submitted an estimate of Rs. 3.49 Crores plus additional 13% overhead charges (as prescribed by the Government of Nagaland for Depository works) over and above the estimates cost on rehabilitation, building up of retaining walls and filling up of the affected areas. Accordingly, the estimates submitted by Nagaland Police Engineering Project / Nagaland Public Works Department (NPWD) has been approved in the 14th BWC Meeting held on 20.01.2020. The backside of the Quarter A2 has been seriously damaged due to the land slide and the work towards the “Repair and renovation of Quarter A2” estimated to be Rs.4,69,741/- (Rupees Four lakhs sixty-nine thousand seven hundred and forty-one only). The FC and BoG has considered the above estimates in the 13th FC Meeting

(Agenda Point No. 13.05) and 18th BoG Meeting (Agenda Point No. 18.08) held on 14/2/2020. The FC and BoG directed the institute to look into possibility of any alternate economically and technically viable options vis-s-vis the proposal for construction of retaining walls because the land slide are perennial in the Institute due to hilly with deep sloppy terrain. After the above study, the proposal shall be submitted for the consideration of FC.

The Building and Works Committee in its 15th Meeting held on 9th March 2020, re-examined in detail the observation of the 13th Finance Committee (FC) and 18th BoG held on 14.02.2020 relating to the examination of alternate economically and technically viable options vis-à-vis the proposal for construction of retaining walls submitted by Police Engineering Project, Nagaland Public Works Department, Government of Nagaland for protecting the existing buildings in NIT as agenda point BWC 015.05. The Committee looked at the process on how the design and estimate arrived and is of the opinion that the proposal submitted already is the best alternative in the present circumstances and is the minimum work to be taken up. Hence, the Committee recommends that the Finance Committee (FC) sanctions the Design and estimate of Rs.3,48,88,200/- plus 13% overhead charge submitted by the Police Engineering Project, Nagaland Public Works Department, Government of Nagaland.

As the retaining walls are to be constructed immediately prior to the onset of rainy session in order to protect (i) a three storied structure consisting of Civil and Mechanical Laboratories, (ii) Concrete Laboratory, (iii) a few class rooms, (iv) four quarters, (v) a few hostel rooms, etc., from any land slide and flooding, the work shall be started immediately. In view of the above, it is proposed to submit the proposal for allocations of Rs. 3.99 Crores for the construction retaining walls on deposit basis with Police Engineering Project, Nagaland Public Works Department, Government of Nagaland and Repair and renovation of Quarter A2.

The matter is placed before the FC & Board for consideration and approval.

The comments from the members are given below:

1. Prof V. Jagadeesh Kumar vide e-mail Dt. 10/4/2020:

Approved

2. Shri D.K. Singh, Deputy Secretary(Finance), IFD, MHRD vide e-mail dt. 12/4/2020 @ 7:33 A.M.

Copy of the communication through which the Bureau conveyed details of the approval of the Cabinet may kindly be also emailed so that the matter could be examined further.

3. Dr. Ajay Kalamdhad, Professor, Indian Institute of Technology Guwahati, vide e-mail Dt. 12/4/2020 @ 8:12 A.M.

Approved..

4. Prof V. Jagadeesh Kumar vide e-mail Dt. 12/4/2020 @ 10:50 A.M.

I am certain, the following items

FC&BOG -1 : TO CONSIDER AND APPROVE THE RELEASING OF THE PAYMENT TO THE VARIOUS VENDORS

FC&BOG -2 : TO CONSIDER AND APPROVE FOR SUBMITTING PROPOSAL FOR SANCTION OF FUND FOR THE WATER SUPPLY PROJECT AND WATER RECYCLING PLANT

FC&BOG -3 : TO CONSIDER AND APPROVE THE ESTIMATE SUBMITTED BY NAGALAND PWD FOR REHABILITATION, BUILDING UP OF RETAINING WALLS, AND FILLING UP OF AREAS AFFECTED BY LANDSLIDE

were already discussed and in-principle approval of the BoG was given.

5. Registrar, NIT Nagaland vide e-mail Dt. 12/4/2020 @ 11:25 A.M. forwarded the Cabinet Approval of NIT Nagaland and also an errata on the FC&BOG Circulation agenda No-3 as;

FC&BOG-3: TO CONSIDER AND APPROVE THE ESTIMATE SUBMITTED BY NAGALAND PWD FOR REHABILITATION, BUILDING UP OF RETAINING WALLS, AND FILLING UP OF AREAS AFFECTED BY LANDSLIDE AND ALSO TO CONSIDER AND APPROVE FOR SUBMITTING PROPOSAL TO MHRD FOR THE SANCTION OF FUND FOR THE ABOVE WORK.

6. Shri D.K. Singh, Deputy Secretary(Finance), IFD, MHRD vide e-mail dt. 13/4/2020

Reference Circulation Agenda of the Institute in the trailing mail.

(2). Agenda point-wise, comments of JS & FA, MHRD in the matter are as under:

FC & BoG-01:

The proposal may be approved subject to the following:

- (i) Keeping in view the Cabinet approval to the Revised Cost Estimates of the Institute, the total expenditure on purchase of lab equipment plus furniture should not exceed Rs.74 crore;
- (ii) The proposed payment to the vendors which supplied the lab equipment may be made further subject to the condition that the purchases were made from them duly following the relevant provisions in General Financial Rules(GFR) and also the approval of the Competent Authority was obtained before making the purchases;
- (iii) So far as payment to M/s FEDO and M/s Global Tube Well is concerned, the proposed payment may be made subject to the condition that the payment is towards the projects recommended by the EFC and approved by the Cabinet.

FC & BoG-02 :

In view of the position indicated by the Institute, the proposal may be approved.

FC & BoG-03 :

In view of the position indicated by the Institute, the proposal may be approved.

(3). The above comments may be taken into account while deciding the matter.

(4). This issues with the approval of JS & FA.

7. Registrar, NIT Nagaland vide e-mail Dt. 15/4/2020 submitted the following to all the members,

We thank Joint Secretary (FA) and Deputy Secretary (Finance), MHRD for their meticulous review and thoughtful comments on our proposals. In response to their comments with regard to **FC & BoG Agenda Item No. 1**, we are humbly submitting the following for the kind perusal of the members of FC and BoG.

FC & BoG Agenda Item No.	Comments from IFD, MHRD	Submissions
<u>FC & BoG-01:</u>	Keeping in view the Cabinet approval to the Revised Cost Estimates of the Institute, the total expenditure on purchase of lab equipment plus furniture should not exceed Rs.74 crore;	1. The institute has purchased laboratory equipment worth of Rs. 5678.00 Lakhs prior to the visit of EFC (i.e., 26/6/2018). Out of the above said amount, Rs. 4787.00 Lakhs has been paid to the vendors prior to 26/6/2018. Subsequently Rs. 4.00 Crores from IRG on two instalments during April 2019 and September 2019 were paid to the vendors towards the outstanding dues with the approval of FC and BoG (11 th FC and 16 th BoG held on 23/3/2019). The outstanding amount payable to the vendors is Rs. 891.00 Lakhs as on 31/3/2020. In EFC report, it has been mentioned that the expenditure already incurred towards the purchase of Equipment is

		<p>Rs. 5754.00 Lakhs and the amount sanctioned by the Cabinet under the head Equipment is Rs. 6000 Lakhs. The institute has not purchased any equipment after 26/6/2018.</p> <p>2. The institute has purchased furniture worth of Rs. 608.00 Lakhs prior to the visit of EFC (i.e., 26/6/2018). There is no outstanding amount payable to vendors who have supplied furniture. The institute has purchased approx. Rs. 49 Lakhs worth of furniture after 26/6/2018 (i.e., during 2019-20) for the requirement of Hostels on emergency through IRG with the approval of IPC, FC and BoG (9th FC and 14th BoG held on 17.09.2018). In EFC report, it has been mentioned that the expenditure already incurred towards the purchase of furniture is Rs. 623.00 Lakhs and the amount sanctioned under the head of Equipment is Rs. 1400 Lakhs by the Cabinet.</p> <p>3. In view of the above, it is emphasised that the Institute has not exceeded the budget limits (Rs. 7400 Lakhs) allocated by the Cabinet on to the Revised Cost Estimates of the Institute under Lab Equipment and Furniture.</p>
<u>FC & BoG-01:</u>	(ii) The proposed payment to the vendors which supplied the lab equipment may be made further subject to the condition that the purchases were made from them duly following the relevant provisions in General Financial Rules(GFR) and also the approval of the Competent Authority was obtained before making the purchases;	<p>It is to be informed that the equipment are purchased duly following the relevant provisions in General Financial Rules (GFR) and also with the approval of the IPC, FC and BoG. In fact, already a part payment of Rs. 4 Crores has been released to vendors (i) M/s Amil, M/s FESTO, M/s Vishal Viypr and M/s Maverik with the Approval of FC and BoG in the 11th FC and 16th BoG meeting held on 23.03.2019.</p> <p>The payment due to M/s Vi Microsystems is to the release of the amount (5% of the order value) withheld towards the Performance Guarantee (as the firm has not furnished Performance Bank Guarantee), after the expiry period of one year after the installation and commissioning of the equipment supplied by them.</p>
<u>FC & BoG-01:</u>	(iii) So far as payment to M/s FEDO and M/s Global Tube Well is concerned, the proposed payment may be made subject to the condition that the payment is towards the projects recommended by the	<p>1. With regard to payment to FEDO:</p> <p>(i) No new work has been entrusted to M/s FEDO after the visit of EFC (i.e., 26/6/2018). It is to be noted that the EFC report was communicated to NIT Nagaland on 6/3/2020 vide Ref. F.No.33-1/2012.TS-III Dt. 4/3/2020.</p> <p>(ii)EFC recommended to undertake the following work,</p> <p>a. Electronics and Communication Lab., b. Computer Science and Engineering</p>

	EFC and approved by the Cabinet.	<p>Lab., c. Library Data Centre d. Hostel Block B e. Dining Block f. Staff Quarters (Type 4) – 2 blocks g. Staff Quarters (Type 4) – 6 blocks h. Open Air Amphitheatre</p> <p>The deposit amount of (i) Rs. 12.55 Crores is towards the outstanding payment for the work executed by M/s FEDO which had been already entrusted prior to the visit of EFC (i.e., 26/6/2018) and (ii) Rs. 10.45 Crores for executing the work recommended by EFC only, totalling to Rs. 23.00 Crores is proposed to be released to M/s FEDO as Deposit.</p> <p>2. With regard to M/s Global Tube Well the work was awarded to them during the year 2017 vide approval of BWC (8th BWC Meeting held on dated 07.01.2017 (BWC 008.04)) on emergency. Subsequently, the award of the work was duly approved in 6th FC held on 18.09.2017 and 11th BOG 18.09.2017. The work was executed prior to the visit of EFC. The work is under the major civil work listed in the EFC as “Sewage, bore well, external water supply, surface water tank.” M/s Global Tube Well has completed more than 95% work in 2017 itself and the final 5% of the work by October 2019 and payment of Rs. 0.43 Lakhs was due to them.</p> <p>3. In view of the above, it is emphasised that the proposed payments to M/s FEDO and M/s Global Bore Well are towards the projects recommended by the EFC and approved by the Cabinet.</p>
--	----------------------------------	---

8. Er. Arjun Singh, Director, Technical Education, Government of Nagaland vide e-mail dt. 15/4/2020,

I am agree with the comments & suggestions made by the IFD & MHRD in regard to FC & BOG CIRCULATION AGENDA by you. This is for your information and further necessary action please.

9. Prof V. Jagadeesh Kumar vide e-mail Dt. 15/4/2020

Please go ahead with MHRD recommendations

10. Dr. G. Venkatesh, Member BoG, NIT Nagaland, vide e-mail Dt. 17/4/2020

I agree with going ahead with MHRD recommendations.

11. Dr. P.S. Robi, Professor, Indian Institute of Technology Guwahati vide e-mail Dt. 18/4/2020

Please go ahead with the recommendation of MHRD.

12. Er. Kahuto Sema, vide WhatsApp to Registrar on 17th April 2019,

I agree with the proposal

13. Chairman, F.C and BoG vide e-mail Dt. 21/4/2020

Approved.

14. Shri Madan Mohan, ADG, NITs, MHRD vide Technical Section III, MHRD, e-mail dt. 29/4/2020

I am directed to refer to FC & BoG agenda item sought through circulation. The comments of NITs Bureau is mentioned hereunder:-

FC & BoG - 01 : The comments provided by JS & FA on 13.04.2020 may also be treated as Bureau comments as well.

FC & BoG - 02 : The proposal may be approved.

FC & BoG - 03 : The proposal may be approved.

Resolutions of circulation agenda dated 10.04.2020:

1. It is resolved to release payments to the vendors as detailed below,

S. No	Vendor	Release of Payment Towards	Amount proposed to be released Rs. In Lakhs		
			From OH-35 (GIA)	From IRG	Total
1	M/s FEDO	Partial Deposit amount	2300.00	Nil	2300.00
2	M/s Global Tube Well	Outstanding due payable in full	43.00	Nil	43.00
3	M/s Amil	Partial Outstanding due payable	90.30	66.80	157.10
4	M/s FESTO	Partial Outstanding due payable	21.00	20.50	41.50
5	M/s Vishal Viyper	Partial Outstanding due payable	87.10	64.90	152.0
6	M/s Maverik Tech	Partial Outstanding due payable	43.60	35.80	79.40
7	M/s Vi Microsystems	Outstanding due payable in full	4.00	9.00	13.00
		TOTAL	2589.00	197.00	2786.00

subject to the following:

- i. Keeping in view the Cabinet approval to the Revised Cost Estimates of the Institute, the total expenditure on purchase of lab equipment plus furniture should not exceed Rs.74 crore.
- ii. The proposed payment to the vendors which supplied the lab equipment may be made further subject to the condition that the purchases were made from them duly following the relevant provisions in General Financial Rules(GFR) and also the approval of the Competent Authority was obtained before making the purchases.
- iii. So far as payment to M/s FEDO and M/s Global Tube Well is concerned, the proposed payment may be made subject to the condition that the payment is towards the projects recommended by the EFC and approved by the Cabinet.

2. It is resolved to accord approval for submitting proposal to MHRD for sanction of fund for the water supply project and water recycling plant.
3. It is resolved to approve the estimate submitted by Nagaland Police Engineering Project /Nagaland PWD for rehabilitation, building up of retaining walls, and filling up of areas affected by landslide.
4. It is resolved to accord approval for submitting proposal to MHRD for sanction of fund for the water supply project and water recycling plant.

Recorded by

Sd/-
Registrar, NIT Nagaland