

Delhi Technological
UNIVERSITY

DELHI TECHNOLOGICAL UNIVERSITY

**Minutes
of the
8th Meeting of the
Finance Committee**

DTU Campus, Shahbad Daultpur, Bawana Road, Delhi-110 042

DELHI TECHNOLOGICAL UNIVERSITY

(formerly DELHI COLLEGE OF ENGINEERING)
GOVT. OF NCT OF DELHI

Shahbad Daulatpur, Bawana Road, Delhi

F.NoDTU/Council/FC/Meeting/08/Vol-III/ 8694-8700

Date : 16-8-12.

MINUTES OF 8th MEETING OF FINANCE COMMITTEE HELD ON 13.08.2012

The 8th meeting of the Finance Committee was held on 13.08.2012 at 11:00 AM in the Office of Vice Chancellor, 2nd Floor, Admn. Block, DTU.

The following were present:

1. Prof. P.B. Sharma, Vice Chancellor, DTU	Chairman
2. Prof. Moin Uddin, Pro-VC, DTU	Member
3. Dr. R.S. Nigam, Former Director, Delhi School of Eco, Delhi University	Member
4. Prof. A.K. Gupta, Registrar, DTU	Member
5. Dr. K. Singh, A.O/ Jt. Registrar, DTU	Special Invitee
6. Shri P.D. Goel, Consultant (F&A)	Special Invitee
7. Shri Srinivasa Rao Y., Sr. Assistant Registrar	Special Invitee
8. Shri Surender Kumar, Accounts Officer	Special Invitee

Sh. D.M Spolia, Principal Seceretary, Finance and Shri Lalmalsawma, Principal Secretary, Higher Education and Technical Education, Govt. of NCT of Delhi could not attend the meeting due to their pre-occupation in the official meetings.

Item No. 1 : Opening Remarks of the Chairman

The Chairman extended warm welcome to the Members of the Finance Committee and introduced Prof. A.K. Gupta, HOD (Civil) who has been assigned with the duties of the Registrar and Shri Srinivasa Rao Y., Sr. Assistant Registrar who has joined the University recently with the members of the Finance Committee. He also put on record his deep appreciation to Shri A.K. Sharma, Dy. Registrar (Accounts), who has been relieved from DTU w.e.f. 16.07.2012 (F/N), for his valuable contribution in the new set up of the University.

In his opening remarks he mentioned that DTU celebrated its **3rd Foundation Day** on **16.07.2012**. During these three years of its establishment, DTU has achieved growth with focus on quality education and relevance. Prof. D.P. Agarwal, Chairman, UPSC, Chief Guest on the occasion delivered lecture titled "*Technological Education Tomorrow: The Role of Technological Universities*". Prof. K.V. Rajan, Former Ambassador France, USA and Member, National Security Advisory Board and Shri K.L. Chugh, Former Chairman, ITC also addressed the gathering.

The Chairman informed the members that DTU has been placed at **3rd Rank in Placement** and **7th in Selection Process** among the "Top 10 Engineering Colleges in the year 2011. As per MDRA Survey, DTU Ranked No. 1 in the **Return of Investment in Top 10 Engineering Institutions**.

With the introduction of the 5 new B.Tech. Programmes and 9 M.Tech and M.B.A. Programmes from 2009 onwards, intake capacity of the University has significantly increased and gone upto 1532 at UG and 516 at PG level. 300 Ph.D. Scholars have registered for the Ph.D. degree including candidates who are recipients of JRF from UGC, CSIR and full time scholarships holders of the University.

Around 100 New Faculty members have been recruited through open advertisement since formation of DTU, which is a record in the past history. A large number of Research papers have been published by the faculty members in the renowned national/international journals of the repute during the year 2011-12 which is indicative of the growth of quality research and development in the University. DTU has also received project from **Indian Council of Medical Research (ICMR)** of Rs. 145.70 lakhs titled "**Development and Manufacture of Cost Effective Glucose Biosensor for Clinical Diagnostics**" and thus marked its beginning for Medical Engineering R & D through its Bio-Tech Department.

The Chairman also informed that the University has also received a proposal from Dr. Sita Ram Jindal, CMD of Jindal Aluminum Limited (JAL) for donation worth Rs.100 crores for establishing a world class Institute of Management which is highest ever donation to be received by any institution of the Country from a single donor/corporate. This hence is being taken up as an Agenda Item in the meeting of the Committee. The Chairman also informed to the members that a DO letter No. PA/Pr. STTE/2012/80, dated 09.08.2012 has been received from Pr. Secretary, TTE in connection with this item, the contents of the letter from Pr. Secretary, TTE were read out by the Chairman.

All the above achievements have put DTU a class apart not in terms of excellent placement but also due to reason it has made progress on all fronts. Concluding his remarks, the Chairman took up the Agenda Items one by one for discussion:

Item No. 2 : Confirmation of the minutes of the 7th meeting of the Finance Committee held on 24.05.2012.

The Finance Committee was informed that minutes of the 7th meeting of the Finance Committee were circulated to all the members. No suggestions were received from any one of them. The Chairman requested the Finance Committee to confirm the minutes.

Decision – The Finance Committee confirmed the Minutes of the 7th FC Meeting.

Item No. 3 : Action Taken Report on the decisions of the Agendas of 7th Finance Committee held on 24.05.2012 as below:

S.No.	Agenda	Decision taken	Action taken
1.	Review the Honorarium payable to Coordinators, Officers, Faculties and supporting staff for M. Tech (Software Technology) started for the employees of M/s Samsung India Electronics Limited	The FC approved the proposal	Matter is under process. Will be submitted in next meeting.
2.	Providing basic facilities to the Officers of the DTU	The FC approved the proposal	Necessary Order has been issued vide letter no. DTU/ Gen.Admn/22/2010-1/6258-67 dated 29.06.2012.
3.	Creation of faculty positions for B.Tech. in Mathematics & Computing	The FC approved the proposal	Legal opinion is being sought whether sanction from FD is required.

The Committee was apprised that the matter at Serial No.1 of the Item 3 has taken up separately as a Supplementary Agenda-2. The Finance Committee was requested to accept the Action Taken Report.

Decision – The Finance Committee accepted the Action Taken Report.

Item No. 4 : Matter for Information and Ratification

1. Purchase of 'Fuel Cell Analyzer' in Bio-diesel Lab

A demand/requisition dated 22/10/2009 was received from HOD (Mech. Engg.) for purchase of one no. 'Fuel Cell Analyzer' in Bio-diesel Lab/ CASRAE in the department at an anticipated cost of Rs. 55 lac, including taxes & duties. After approval of the competent authority, an



advertised 'e'tender dated 03/04/2010 was floated through 'e' tendering portal of Govt. of NCT of Delhi and an advertisement published in prominent newspapers. In response, two bids were received online and the technical part thereof was opened on 14/05/2010.

After examining/screening the technical bids, the DPC (Mech. Engg.) found both bidders meeting the technical specifications; hence recommended to open price bids of both the vendors; which were subsequently opened online on 14/06/2010. M/s. V.S. Enterprises quoted the lowest rates of Rs. 49.90 lac + taxes & duties + Installation Charges of Rs. 1.20 lac.

After evaluating the price bids on 03/03/2011 & 21/10/2011, the DPC (ME) sought suitable discount from the L-1. In response, the vendor, vide letter dated 28/11/2011, declined to extend any discount/rebate; but subsequently agreed to withdraw the installation charges.

The DPC (ME), in its meeting on 01/12/2011, examined the offer of the L-1 and recommended to accept the same on the premise that the quoted rates were within the range of 2-3% of tentative/anticipated cost.

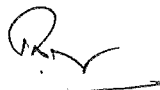
Taking into consideration the recommendations & justification of the DPC (ME), the Central Purchase Committee, in its meeting held on 13/12/2011, recommended acceptance of the rates of the L-1.

On the endorsement of Accounts, the competent authority accorded E/S of Rs. 49.90 lac plus taxes and duties, pending ratification by FC as the total expenditure, after inclusion of taxes & duties, would exceed Rs. 50 lac. A Purchase Order no. F.211/1-41/9-10/P/50 dated 28/12/2011 was placed on the L-1; which has since been executed and a payment of Rs. 57,03,481/-, which includes VAT and CD, released to the vendor.

Decision – Finance Committee ratified the action taken by the University and approved the proposed expenditure.

2. Purchase of 'Lube Oil Analyzer' in Bio-diesel Lab

A demand/requisition dated 22/10/2009 was received from HOD (Mech. Engg.) for purchase of one no. 'Lube Oil Analyzer' in Bio-diesel Lab/CASRAE in the department at an anticipated cost of Rs. 48.95 lac plus taxes. After approval of the competent authority, an advertised 'e'tender dated 29/03/2010 was floated through 'e' tendering portal of Govt. of NCT of Delhi and an advertisement published in prominent newspapers. In response, two bids were received online and the technical part thereof was opened on 12/05/2010.



After examining/screening the technical bids in its meeting on 11/06/2010, the DPC (Mech. Engg.) found both bidders meeting the technical specifications; hence recommended to open price bids of both the vendors; which were subsequently opened online on 14/06/2010. M/s. Lakshya Enterprises quoted the lowest rates of Rs. 48.90 lac + VAT + Installation Charges of Rs. 70,000/-.

After evaluating the price bids on 03/03/2011 & 21/10/2011, the DPC (ME) sought suitable discount from the L-1. In response, the vendor, vide letter dated 29/11/2011, declined to offer any rebate/discount; but subsequently offered to withdraw the installation charges.

The DPC (ME), in its meeting on 01/12/2011, examined the offer of the L-1 and recommended to accept the same on the premise of the quoted rates being lower than the anticipated cost.

Taking into consideration the recommendations & justification of the DPC (ME), the Central Purchase Committee, in its meeting held on 13/12/2011, recommended acceptance of the rates of the L-1.

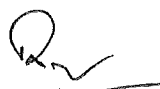
On the endorsement of Accounts, the competent authority accorded E/S of Rs. 48.90 lac plus taxes and duties, pending ratification by FC as the total expenditure, after inclusion of taxes & duties, would exceed Rs. 50 lac. A Purchase Order no. F.211/1-42/9-10/P/56 dated 05/01/2012 was placed on the L-1; which has since been executed and a payment of Rs. 55,01,250/- released to the vendor.

Decision – Finance Committee ratified the action taken by the University and approved the proposed expenditure.

3. Purchase of 'Spectrofluorometer' in Laser-Spectroscopy Lab, Applied Physics Department

A demand/requisition dated 10/12/2010 was received from HOD(Applied Physics) for purchase of one no. 'Spectrofluorometer' in Laser-Spectroscopy Lab of the department at an anticipated cost of Rs. 43 lac + taxes & duties. After approval of the competent authority, an advertised 'e'tender dated 29/04/2011 was floated and an advertisement published in prominent newspapers. Against this, three bids were received. After examination of the bids by the Departmental Purchase Committee (DPC), Applied Physics, only one bid was found meeting the prescribed technical specifications; hence a re-tender was proposed and it was approved by the competent authority.

Accordingly, an Advertised 'e' tender dated 30/11/2011 was re-floated through 'e' tendering portal of Govt. of NCT of Delhi and an advertisement published in newspapers and also the tender document



uploaded on university website. In response, two bids were received online and the technical part thereof was opened on 04/01/2012.

After examining/screening the technical bids, the DPC (App. Phy.) recommended to open the price bids of both the vendors; which were subsequently opened online on 25/01/2012. M/s. V.S. Enterprises quoted the lowest rates of Rs. 49.90 lac + taxes & duties + Installation Charges of Rs. 2 lac.

After examination of the bids, the department asked for rebate/discount from the L-1. However, the L-1 agreed to withdraw installation charges without offering any further discount vide their 23/03/2012.

After evaluating the price bids and the offer of withdrawal of Installation Charges by the L-1, the DPC (AP), in its meeting dated 18/04/2012, again sought discount/rebate from the L-1. In response, the vendor, vide letter dated 02/05/2012, declined to offer further rebate/discount on the premise of massive escalation of US\$ rates.

Taking into consideration the response of the L-1, the DPC(AP) justified the rates (Rs. 49.90 lac + taxes & duties) of the L-1 on the premise of steep escalation in conversion rates of INR to US\$ since the date of initial submission of the requisition. In support, the DPC referred to RBI reference rates of US\$. The DPC further justified urgent procurement of the equipment for research work.

Taking into consideration the recommendations & justification of the DPC (App. Phy.), the Central Purchase Committee, in its meeting held on 22/05/2012, recommended acceptance of the rates of the L-1.

On the endorsement of Accounts, the competent authority accorded E/S of Rs. 49.90 lac + VAT + plus Custom Duty, as applicable, against CDE Certificate, pending ratification by FC as the total expenditure, after inclusion of taxes & duties, would exceed Rs. 50 lac. The Purchase Order No. F.211/8-19/10-11/P/13/6034-35 dated 27/06/2012 has since been placed on the L-1.

As the total expenditure on procurement of the stated equipment @. Rs. 49.90/- lacs plus VAT @. 12% and Custom Duty @. 9.58% against CD Exemption Certificate, shall stand at Rs.60,91,792/-.

Decision – Finance Committee ratified the action taken by the University and approved the proposed expenditure.

4. Purchase of 'Ambulance' in DTU.

Following a tragic incident involving death of a hostler in university hostel happened recently, a decision has been taken to procure One no. 'Ambulance' (Maruti Suzuki EECO Care Ambulance)



in DTU @. Rs. 3,60,819/11P on DGS&D Rate Contract. For this, after approval & sanction of the competent authority, a Purchase Order no. F.211/16-9/12-13/P/25 dated 03/08/2012 has been placed with the OEM M/s. Maruti Suzuki India Limited along with advance payment thereof.

While taking up the matter for discussion, the chairman desired to know whether the University has drivers to drive the new Ambulance. It was informed that no Driver is available for driving the Ambulance. The chairman mentioned that University has been using services of one Driver during night for meeting any emergency/eventuality pertaining to hostel inmates. The Ambulance will require services of Driver round the clock. Thus, three Drivers will be required for the purpose in 3 shifts of 8 hours. So far as the night shift, Driver which is available in the night shall operate the Ambulance during the night hours whereas for the rest of the two shift in the day, services of two Drivers shall be required to be hired through outsourcing to meet the immediate needs. The University may, however, create the post of Drivers in due course of time and appoint them on regular basis. The Finance Committee unanimously agreed with the suggestion for engagement of two Drivers through outsourcing.

Decision – The Finance Committee took the following decisions

- i. **The Finance Committee approved the proposal for purchase of Ambulance at DGS&D Rate contract.**
- ii. **Approved engagement of two Drivers through outsourcing.**

5. Basic Facilities to Officers of DTU

Basic Facility to OSD (Result) for reimbursement of monthly mobile phones/internet usage charges, newspaper/magazine charges, briefcase/hand bag, mobile hand set and hospitality charges at par with Dy. Registrar has been provided vide office order no. DTU/Gen.Admn./22/2010-11/6248-57 dated 29.06.2012.

Decision – The Finance Committee ratified the above action.

Item No. 5 : Statement of DTU Final Accounts Audited by Chartered Accountant for the year 2011-12.

The Grant-in-Aid to DTU allotted by Finance Department was Rs. 58.00 Crores during the Financial Year 2011-12. The expenditure of Rs. 56,75,42,867/- has been incurred on various items as per provision of funds made during the Financial Year 2011-12. A copy of the Utilization Certificate of funds incurred against GIA released for the year 2011-12. DTU Accounts have been finalized and audited by the CA.

The Consultant (FA) read the details of the income expenditure statement prepared by the CA for information of the members of the Committee which was accepted and taken on record by the Committee. The Registrar pointed out whether the above include the details of the hostels, mess establishment and maintenance & service accounts, he was informed that it does not include the hostel accounts. The committee desired the detail of above account may also be submitted to the Finance Committee from the next year. The Committee was also apprised about the intension of the University to transfer major chunk of the fund available in the Consultancy Account as FDR in SBI. After detailed deliberation, the Committee took the following decisions -

- Decision –**
- 1. The Finance Committee approved the Audited Final Accounts of DTU submitted by Chartered Accountant for the Finance Year 2011-12.**
 - 2. Officer Incharge(Hostel) would submit the Income and Expenditure Statement as well as Balance Sheet in respect of Hostel from the next Financial Year.**
 - 3. Approved the proposal for transfer of Rs. 5.00 Crores out of Rs. 6,23,85,345 lying in Consultancy Project Account for keeping as FDRs in SBI.**

Item No. 6 : Reply of the DACR Audit paras for the year 2010-11

DACR has conducted the audit of the Accounts of DTU for the Financial Year 2010-11 in the month of February, 2012. The Inspection Report was placed before the Hon'ble members of the Finance Committee in the meeting held on 24.05.2012 and the reply of the same audit para furnished to DACR.

The Consultant(FA) apprised the committee that audit para of the DACR for the year 2010-11 has been duly replied by the University which is placed before the committee for perusal. The chairman desired whether Audit Party DACR has made any observation regarding deficiency in maintenance of accounts in the University, it was informed that no such mention has been made by the audit in their report. The Finance Committee was informed that University has taken remedial measures to reduce the connected load of the University as observed by the Audit Party to a level it is required for meeting the current demand. The Finance Committee appreciated the action taken in the matter. The Chairman further desired to know about the action taken by the University regarding vacation of flats from unauthorized occupants in the campus as well as recovery of license fee proposed to be made from them as observed by the Audit in their report. The following actions points were decided to be taken in the matter in a time bound manner.

- 1. The action may be taken to get these quarters vacated as per provisions contained in the Public Premises Act.**
- 2. Efforts be made to recover the amount of license fee/ damage charges amounting to Rs.36.17 lakhs and water charges at admissible rates for the period of occupancy.**



3. The Registrar and Joint Registrar will take remedial action with the help of the Estate Officer.

4. Legal recourse to be followed in the cases, unauthorized occupant fails to vacate the flat and pay damage charges for the period of occupancy.

With the above, following decisions were taken -

Decision – 1. The Finance Committee took on record the reply sent to DACR Authority for settlement for the Audit Paras.

2. The Committee approved the above action points decided in the matter of recovery of license fee/damage charges and vacation of flats from the unauthorized occupants.

Item No. 7 : Enhancement of Existing Corpus Funds

A Corpus Fund has been set up with the approval of the Board of Management of DTU for achieving the self sustainability/reliability to bear the recurring expenditure of the DTU from its own generated fund, on the advice of the Planning/Finance Department, GNCT of Delhi.

On this path, DTU has Corpus Fund for Rs. 15.00 Crores and further step is required to enhance the Corpus Fund. The total amount upto 31.03.2012 in Corpus Fund is Rs. 16,51,32,954/- (including interest of Rs. 1,51,32,954/-). Further DTU will collect a total estimated fund amounting to Rs. 25.00 Crores during the current financial year 2012-13. It is proposed that an amount of Rs. 10.00 Crores, out of the total collected fund may be transferred from the Receipt Fund Account.

Decision – Finance Committee approved the proposal.

Agenda 8 : Group Health Insurance of DTU students

In the past, the DTU is receiving information regarding students getting injured during sports activities and road accidents. President Students' Association has requested to extend health insurance coverage to all DTU students vide letter dated 02.02.2012. Having an Insurance for students will be immensely important under such circumstances. The Group Insurance Policy of reputed Insurance Company will benefit the students. The premium will be met from the Students Fund Account which will be taken annually at the time of depositing the fee by the students. University will not receive any saving and will not spend any amount on this account. Dean, Social Welfare will deal with all such matters covered under Group Insurance Scheme.

The Members of the Committee were informed that the University intends to provide insurance cover to all the students for which it wants to purchase Medi-claim policy from Insurance Company. The Chairman suggested that University should take the policy from

such insurance company which could entertain medi-claim on cashless basis from all the Hospitals located in Delhi and in particular Hospitals namely Saroj Hospital, Mahavir Hospital, Jaipur Golden Hospital, MAX Hospital, Fortis Hospital, Sri Balaji Action Medical Institute located in the vicinity of the DTU. The Committee further desired that Insurance Company should be ready to settle the claim within 30 days of the submission of the claim made to them. This was unanimously agreed by all the members.

Decision – Finance Committee approved purchase of medi-claim policy to provide cover to the students from the insurance company which could provide cashless facilities with the hospitals all over Delhi in particular those located in the vicinity of DTU and could settle claim within 30 days.

Agenda 9 : Proposal to receive Rs. 100 Crores as donation from Dr. Sita Ram Jindal, CMD of JAL for the establishment of SJIM, Institute of Excellence in Management Education in DTU Campus.

The Chairman apprised the members of the Finance Committee that Dr. Sita Ram Jindal CMD, M/s. Jindal Aluminum Limited has made a proposal for establishing a unique and world class institute of management with high standard at par with IIMs/ISB. The Institute will be named as Dr. Sitaram Jindal Institute of Management (SJIM). He apprised that two meetings have already taken place in the matter between the University and JAL thereafter a draft MoU has been forwarded by JAL that will be required to be approved by the Finance Committee and the Board of Management of the University. The whole amount of Rs.100 crore shall cover the cost of construction, Architect and Civil engineer Fee, furniture and fixtures etc.. However, any amount required beyond Rs.100 cores will be arranged and borne by the DTU. He requested the Finance Committee to offer their view on the terms and conditions proposed in the MoU so that we could forward the same to JAL for further necessary action at their end.

The Chairman apprised the Committee that the DTU Act vide its Section 7, Sub Section 26 empowers the University "to receive benefactions, donations and gifts from persons and to name after them such Chairs, Institutions buildings and the like as the university may determine, whose gifts or donation to the University is worth such amount as the University may decide"

As such it is within the powers of the University to receive the above donations and to name the Institute in the name of the donor.

The Chairman also approved that the institute of repute such as the IITs have also received such donations from Alumni and Corporate and hence named institutions in the name of donors. He specially cited the examples of Shri Vinod Gupta, School of Management of IIT, Kharagpur, Shailesh Mehta, School of Management of IIT Bombay and Bharti School of Telecommunications of IIT Delhi in this respect.

The Finance Committee after discussing the proposal approved the terms and conditions of the MoU with the following modifications:

	Size): 25 Port: 1 <u>USB Memory in (M):</u> NA, Network Card 10/100: Yes, <u>Duplexing: Yes</u>			
3.	Document Scanner A4/Legal Size Reso. In dpi: 1200x1200, Speed in PPM: NA, ADF Capacity: NA, Flat Bed Size: A4, Document Size: N4A,	02	3,038	6076.00
TOTAL				80,61,853.7 PLUS VAT/CST

Decision – The Finance Committee after deliberations approved the proposal for purchase of computers and peripherals from Sr. No.1 to Sr. No.3 within total expenditure of Rs.90 lakhs including all taxes.

Supplementary Agenda No.2 Review of the Honorarium payable to Coordinators, Officers, Faculties and Supporting Staff for M.Tech (Software technology) started for the employees of M/S Samsung India Electronics Limited.

It is for the information of the Finance Committee that the Academic Council in its third meeting held on dated 18.07.2011 had approved the proposal of the Computer Engineering Department for start a new M.Tech. Program in Software Technology, with intake of 20 employees of the M/S Samsung India Electronics Limited with the course scheme. This was approved by the BOM. Further the matter regarding payment of honorarium the faculty and other staff was put up in the sixth meeting of the Board of Management which was held on dated 16.11.2011.

The Board after due deliberation on the proposed honorarium to the faculty and staff, suggested that remuneration be restricted as follows:-

1. Principal Coordinator be paid Rs.60,000/- per semester for each batch.
2. Coordinator be paid Rs.50,000/- per semester for each batch along with Rs.1000/- as conveyance charges.
3. The payment to faculty members with Ph.D. etc. was approved as Rs.1000/- per hour plus transportation charges for self study seminar or minor project of 1 credit and was restricted to Rs.10,000/-
4. Controller of Examination be paid Rs.10,000/- per semester
5. Deputy Controller of Examination be paid Rs.8,000/- per semester
6. Staff be paid Rs.12,000/- per semester
7. Lab. Technician be paid Rs.300/- per hour plus transportation upto Rs.200/-
8. Attendant be paid Rs.100/- per hour plus transportation upto Rs.100/-



The Board further advised that the above be examined by the FC and authorized VC to approve the decision of the FC.

The Head Computer Engineering was accordingly, advised to restrict the payment of honorarium to teacher and staff vide letter dated 25.01.2012. On receiving the above communication, the Head Computer Engineering submitted a revised proposal, which was approved by the Hon'ble Vice Chancellor on 14.12.2012. In the meeting of the FC held on 24.05.2012, the proposal regarding payment of honorarium for teacher and staff was taken up, but through oversight, the original proposal of the head which was already discussed in the BOM on 16.11.2011, was placed instead of revised one which was submitted by Head and approved by the VC alongwith suggestion of the Board for restricting the honorarium as above. The FC was requested to approve the revised proposal which was infact not placed in the annexure, but FC approved the same and minutes of the FC, also concurred by the BOM on 24.05.2012.

In view of the above, revised proposal, which was left out to be placed in seventh meeting of the FC, alongwith fee structure that is proposed to be enhanced from Rs. One Lac per annum (approved by AC and BOM) to Rs. 1,22,000/- (Rupees One Lac Twenty Two thousand only) is placed for consideration of Finance Committee. The breakup of Rs. 1,22,000/- is enclosed for ready reference.

Before put up this agenda in the Finance Committee a revised agenda was forwarded by the Professor Daya Gupta, HoD Computer Engineering with the consent of Hon'ble Vice Chancellor for enhancement of fee structure from Rs. 1,00,000/- (Rupees One Lac only) to Rs. 1,22,000/- (Rupees One Lac Twenty Two Thousand only) and revision of honorarium for the faculty and other officials.

The said revised agenda was placed in the seventh meeting of the Finance Committee held on dated 24.05.2012. Finance Committee recommended for the revised agenda for enhancement of fee structure and honorarium and it was also approved in the meeting of BOM held on dated 24.05.2012.

This is for the information of the FC that due to a clerical mistake again original agenda for the honorarium was placed in the Seventh meeting held on dated 24.05.2012 instead of the revised agenda and same was approved by the BOM in its seventh meeting held on dated 24.12.2012.

Decision – The Finance Committee approved the revised rates of Honorarium and Annual Fee Structure for M.Tech(Software Technology) for M/s. Samsung India Ltd. Copy of the approved rates and revised fee annexed as Annexure II and Annexure III.

Sub.: Proposal for donation of Rs. 100 crores from JAL for establishment of a world class institute of excellence in management education at DTU.

Terms & Conditions of MOU between

**Jindal Aluminium Limited (JAL)
&
Delhi Technological University (DTU)**

**for establishing
Dr. Sitaram Jindal Institute of Management (SJIM)
in DTU Campus**

This MOU will be executed between Jindal Aluminium Limited (JAL), Bangalore and Delhi Technological University (DTU), Delhi for establishing a unique and world class institute of management with high standard at par with IIMs/ISB or even beyond. The main aim of donating Rs.100 crores by JAL is only to establish a top class institute of very high standard of education, which should be known as one of the best in the world with high class faculty and proper management, providing all necessary facilities to the staff and students, of course charging any reasonable fee but less than what is charged by IIMs. Unless the quality and standard of the proposed institution are maintained at the level of a world class institution, the very purpose of the donor's involvement by investing such huge amount cannot be justified. Also to ensure high degree of discipline and honesty prevail amongst faculty, staff and students.

As such, the institution shall plan right now for attaining such high standards in a short period of time, say 3 years from the year 2014 and must focus on quality and excellence right from the beginning even if large scale campaign and publicity has to be made. The terms and conditions proposed are as follows:

- 01.** On receipt of a letter confirming the intent from JAL for the above purpose, DTU shall immediately apply and obtain exemption u/s 35(1)(ii)/35(1)(iii) of Income Tax Act, if possible; otherwise u/s 80G(2)(a)(iiif).
- 02.** The institution will be named as "Dr. SITARAM JINDAL INSTITUTE OF MANAGEMENT" (SJIM). This name will not be changed at any time by

anyone under any circumstances. However, the ownership of the institute, SJIM, shall rest with DTU at all times.

03. The institute will be established as a constituent institution of DTU and will be granted requisite academic and administrative autonomy so as to engage itself in the pursuit of excellence in management education and research and achieve high standards at par with IIMs or beyond at least to fall among the top ten.
04. The institution shall be run and managed as a self-financed institution so as to avoid any interference from outside. The proposed institution shall thus, emulate as far as possible the best practices of IIMs, ISM and other world class institutions and operate in a manner to pursue excellence and quality of world standard.
05. (a) The donor (JAL) will contribute a maximum amount of Rs.100 crores to cover all costs including project management, architect, civil engineers fee etc. as per the plan and estimates given by the Architect of DTU, Mr. Nitin Sharma. JAL will also identify and appoint Architect, Civil Engineers, contractors, suppliers of materials etc. to prevent any wrongs and to make full and proper utilisation of the funds for the project. The cost of furniture and fixtures will also be covered under the above contribution. However, any amount required beyond Rs.100 crores will be arranged and borne by DTU.
- (b) To ensure proper quality of construction work as well as to ensure timely completion of the buildings, there shall be a Project Management Committee to supervise entire construction which shall have the nominees of the JAL. Decision of senior nominee of JAL in the Construction Committee will be final and binding.
- (c) Rates, prices, terms and conditions for all contracts and purchase of any item for construction of the buildings shall be finally approved by JAL. The Project Management Committee having one or two representatives of JAL shall have full control over payment to contractors, architect, civil engineers and others. However,

architectural and structural layouts and other drawings will be provided by DTU duly approved by them & JAL along with the Architect. Further, accounts will be maintained and construction supervised by the project team finalised by DTU and JAL but JAL will have final say in all construction and financial matters. Proper construction and payment procedure will be prepared by JAL and forwarded to DTU for comments; then will be finalised.

06. DTU shall earmark a minimum of 10 acres of land, preferably 15 acres of land within the DTU campus for this project to locate the first phase buildings etc. and also to have enough space available for future expansion. The buildings will go vertically with minimum 5-6 stories plus basement and ground floor to occupy less space.
07. The whole project will be completed and be functional within 2 years from starting the construction. All buildings for academics, hostels, residential accommodation etc. will be taken up simultaneously after getting the approval from MCD and exemption from Income Tax Department within 3 months from the date of signing of the MoU.
08. After getting income tax exemption and MCD approval and all government approvals and clearances in all respects, a joint bank account will be opened under DTU and JAL will transfer initial amount of funds as considered necessary out of Rs.100 crores as donation to DTU to start the construction. The account will be operated jointly by one representative each from DTU and JAL. However, JAL will continue transferring amounts to the joint account as per requirement and subject to proper utilisation of funds. Proper accounts of expenditure will be maintained by DTU personnel and the same will be checked by JAL representatives from time to time. JAL will have the right to request Vice Chancellor to change the DTU representatives involved in bank account operation and record maintenance, if found necessary.
09. The fees for Architect, Civil Engineers, project management etc. as well as rates of contractors, purchases will be negotiated and approved by JAL since the presently quoted fees are very high.

10. The Management Committee of SJIM will be run in a professional manner in continuous pursuit of excellence in education with integrity and accountability. Two members of Management Committee will be nominees from JAL and JAL will have the right to check and advise in all areas and make visits to all sections of the institute. After 5 years, JAL will have one member only in the Committee instead of two on permanent basis, provided JAL is satisfied about the quality, standard and excellence achieved by SJIM.
11. The purpose of establishing this institute with such huge funding by JAL is to provide world class education of excellence and acquire not only name and fame but produce real gems to serve the society through placements in various organisations and not simply to award degrees. Hence, the institute shall create a good placement cell for the benefit of students. Such reputation shall be created for the institute that top business houses and MNCs come on their own for taking the students from this institute.
12. The institute shall also gain accreditations from reputed international accreditation agencies to ensure quality of education such as AACSB. The students shall be inculcated into various exchange programmes with reputed international and Indian universities. Also visiting faculty from IIMs and ISB and likewise reputed institutions from abroad shall be invited at DTU campus.
13. In the event of expanding its campuses in other states or countries, JAL shall be given the first prerogative to contribute towards building the school of management and economics in line with the terms and conditions laid out in this agreement. Any other campus of the institute shall also run under the same name.
14. There should be strictly no outside / government interference in running of the institution. Admission procedure should be transparent and should be on the pattern of IIMs. Every year 5% of the intake will be earmarked for deserving meritorious students belonging to poor and low income families

who shall be awarded scholarships, i.e. 1/3rd of the total fee by JAL, 1/3rd by the institute and 1/3rd by the students by availing loan from the banks etc. so that the brilliant children from poor families will also get an opportunity to reach higher rank. The management shall be considerate and kind enough to accord some concession on admission rules and marks to achieve this noble goal.

15. Every year 2% of intake or 10 students whichever is lower recommended by JAL shall be admitted in the institute, who shall meet the minimum eligibility criteria prescribed for admissions to the courses of the institute. Full fee will be charged from such candidates.
16. Since the institute is being established as an institution of excellence in management education and is being run as a self-financed institution, it should be free from any reservations to maintain high quality of education and excellence within the provisions and policies of the Government of India.
17. Admission shall be strictly on merit and based on CAT entrance examination like that for IIMs or as may be decided by the Academic Committee of the SJIM.
18. A minimum fees of Rs. 6 lakhs for 2 years course for the first batch to be admitted for 2014-15 and 2015-16 shall be fixed and for the subsequent batches of 2 years, it should be a minimum of Rs. 8 lakhs. Even this fee is too low compared with IIMs and other institutions of excellence. As aforesaid, unless enough revenue is generated, it is not possible to appoint top class faculty and provide reasonably good facilities etc., without which excellent results and top class status cannot be achieved. By this, the purpose of JAL donating such large amount is defeated. Surplus generated, if any, should be transferred to the corpus account of the institute and utilised for improving the facilities and for its growth, development and advancement.

19. The total strength of the students shall be about 1500 at any given time (intake about 750 every year) after full completion of the project, say by 2020.
20. The amount saved through proper utilisation in construction, furnishing and other activities and also by avoiding sponsoring of Chairs can be utilised for installation of solar power to generate upto 1 MW power, which will greatly contribute to the power requirement of the institute only.
21. No part of the funds of this institute will be directly or indirectly transferred to DTU or any of its departments or used for any other purposes in any way at any stage but utilised only for the expansion, improvement, development (recurring and non-recurring purposes) of this institute only.
22. The institute will provide higher level courses not below MBA, with specialisation in several branches like Marketing, Finance, International Trade, Technology Management, Supply Chain Management, Material Management, HR & Admn., Operations etc. The institute can run Executive MBA or any other courses of high relevance to the industries and corporates.
23. A report of annual activities including progress, results, achievements and problems faced, if any, will be sent to JAL in June/July every year.
24. After completion of the project, it shall be the responsibility of DTU to properly operate, renovate, repair, maintain and add to the infrastructure/buildings as may be required from time to time. Besides, all recurring and non-recurring expenditure shall be borne by the institute as a constituent institution of DTU.
25. The management of the institute shall always keep its reputation and image top class, even above IIMs/ISB throughout its existence.
26. In the event of SJIM, the institution being established under this MoU fails to achieve the desired quality and standards as stipulated in this MoU after a period of 05 years from 2015, JAL and DTU shall jointly evolve a

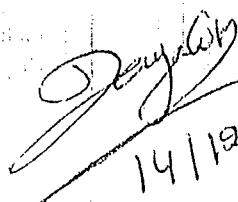
strategic framework in a committee of two members from each side to cause the desired breakthrough by revamping the administrative and academic structure through mutual consultation/discussions. JAL can bring one educationist of repute as a fifth member if necessary, and the decision of the majority will prevail. This committee will be constituted and meetings held at the behest of JAL without delay or any reason.

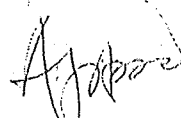
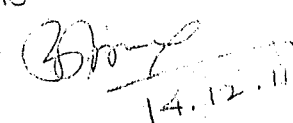
27. However, for any breach of the conditions of this MoU, either party can sue in the court of law for which the jurisdiction will be Delhi.

NOTE: *The above Terms and Conditions are as received from Dr. Sita Ram Jindal, CMD, Jindal Aluminium Limited vide their e-mail: dt: 7th August, 2012.*

Annexure-IIHonorarium structure

S.N O	Coordinators/Faculty/Supporting Staff	Payment Recommended
1	Principal Coordinator	Rs. 60,000/-per semester for each batch
2	Coordinator	Rs. 50,000/-per semester for each batch
3	Faculty Member: Professor or Equivalent Industrial person	I. Rs. 2000/hour- plus taxi fare II. Rs.1000 /hour plus transportation charges for self study seminar or minor project Of 1 credit III. Consolidated Rs. 20000/- per student for guiding major project of 15 credit & minor project of 4 credit per student for a period of <u>two semester</u>
	Associate professor/ Assistant Professor / Equivalent Industrial person	I. Rs. 1500/hour- plus taxi fare II. Rs.1000 /hour plus transportation charges for self study seminar or minor project Of 1 credit III. Consolidated Rs. 20000/- per student for guiding major project of 15 credit & minor project of 4 credit per student for a period of <u>two semester</u>
4	Controller of Examinations Deputy Controller of Examinations	Rs. 10,000 per semester for each batch Rs. 8,000 per semester for each batch
5	Lab technician	Rs. 100/per hour plus transportation charges
6	Attendant	Rs 50/- per hour plus transportation charges


14/12/2011



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dated 15/11/2011

Annexure-III

Annual Fee Structure
M.Tech.(Software Technology)

S.No	Item of Fee	(Rs.)
1	Tuition Fee per annum	1,00,000/-
2	University Fee	
i)	Enrollment Fee Payable only at the time of admission	1,000/-
ii)	Development Fee (per annum)	5,000/-
iii)	Examination Fee & other fee	3,000/-
3	Student Fee (per annum) (Co-curricular activities, Annual Gathering, Students Welfare, Institutional Development, Misc. Expenditure on Unspecified items)	8,000/-
4	Security Deposit (refundable-payable at the time of admission)	5,000/-
	Grand Total(Fee payable at the time of admission) in Demand Draft*	1,22,000/-

[Signature]

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