

**INDIAN INSTITUTE OF INFORMATION TECHNOLOGY, DESIGN  
AND MANUFACTURING (IIITD&M) KANCHEEPURAM**

**Proceedings of the 5<sup>th</sup> meeting of the Finance Committee held at 10.30 a.m. on Thursday, 18<sup>th</sup> February 2010 in the Conference Room, V Floor, Administration Building, IIT Madras**

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**Members Present**

Prof N V C Swamy	...	Chairman
Prof. R. Gnanamoorthy Director i/c, IIITD&M	...	Member
Prof. S. Narayanan Dept. of Mechanical Engineering IIT Madras	...	Member
Mr. D. Ravee Deputy Registrar (F&A) i/c IIT Madras	...	Member

Leave of absence was granted to Ms. Seema Raj, Director (Technical), Mr. S. Mohan, Director (Finance), MHRD, New Delhi. Prof. M.S. Ananth, Director i/c, IIITD&M is on leave and has nominated Prof. R. Gnanamoorthy, Deputy Director to act as Director i/c. Shri K. Mathivanan, Consultant Auditor, IIITD&M attended the meeting as invitee.

The Chairman welcomed the members to the meeting. He also welcomed the new member Prof. S. Narayanan. The Committee placed on record its appreciation of the services rendered by outgoing member Prof. S. Santhakumar.

**Item No.1      Ratification of action taken by Director i/c for the interim payment made to M/s. CPC Consultants India Pvt. Ltd.**

**Resolution      The Committee was informed that the Government of Tamil Nadu has**

**No.1/2010**

recently issued a GO Ms. No.433 dated 12.11.2009 (Annexure 'A') granting 25 acres of land free of cost for setting up IIITD&M and cancelling its earlier GO dated 2.4.2008 granting 101.75 acres of land on lease basis and the subsequent lease agreement. Following this, the Architect M/s. CPG Consultant India Pvt. Ltd. was requested to withhold the work until further orders to be received from us. In the mean time, the CPG Consultants have requested release of part payment for the work done so far which they claim as 80% of the master plan work and 10% of the detailed design work.

The issue was put up before the Infrastructure Advisory Committee on 7.12.2009 and in the presence of the representative of M/s. CPG Consultants on 8.12.2009. Considering the facts that stoppage of work was due to land controversy and that the agreement entered into with them is binding on us, the Infrastructure Advisory Committee (IAC) formed by the Director evaluated the work done and recommended payment for 70% work on the master plan (Rs.42 lakhs) and 7.5% on detailed design (Rs.11.39 lakhs). However, in order to keep the contract alive, and to revive the work with original terms and conditions as soon as the issue is resolved, the IAC recommended to restrict the interim payment to 75% which worked out to Rs.25.30 lakhs with service tax due thereon. Balance 25% will be released after the issue is resolved. Based on the recommendation of the Infrastructure Advisory Committee, the Director released an interim payment of Rs.25,03,150/- to M/s. CPG Consultants India Pvt. Ltd. This was also reported in the Building and Works Committee meeting held on 28.1.2010.

The Committee **RESOLVED** to ratify the action taken by the Director i/c for the interim payment made to M/s. CPG Consultants India Pvt. Ltd.

**Item No.2**

**Ratification of action taken by the Chairman, Finance Committee to submit revised annual accounts for the year 2008-09 to Principal Accountant General, Chennai**

**Resolution  
No.2/2010**

The Committee was informed that the Annual Accounts for 2008-09 was

approved by the Board of Governors of the Institute on 22.7.2009 and the accounts were checked by audit party from the office of the Principal Accountant General, Chennai-18 from 14.9.2009 to 9.10.2009.

A draft audit report pointing out certain errors as detailed below has been received from audit in letter dated 30.10.2009.

1. Fixed Assets (equipment) acquired for Rs.11,63,942/- but not received before 31.3.2009 to be shown under capital work in progress instead of fixed assets.
2. Due to belated receipt of equipment beyond 31.3.2009, the excess depreciation to be withdrawn in respect of S.No.1.
3. Interest realized from letter of credit made for procurement of equipments by import to be reduced from value of fixed assets instead of income under Income and Expenditure Account.
4. Mess dues being amount payable to Hostel Management, IIT Madras to be shown as liability.

All the above were rectified and revised accounts got approved by the Director i/c on 9.11.2009 and later approved by the Chairman, Finance Committee for obtaining early certification.

The Audit Report for the year 2008-09 has also been issued by the Comptroller and Auditor General of India based on the revised accounts vide letter dated 16.12.2009 of Principal Accountant General (Civil Audit), Chennai.

The Committee **RESOLVED** to ratify the action of the Chairman, Finance Committee in approving and forwarding the revised accounts for the year 2008-09 (Annexure 'B') to the Principal Accountant General, Chennai.



**(Prof. R. Gnanamoorthy)**  
Director i/c and Secretary



**( Prof. N.V.C. Swamy)**  
Chairman