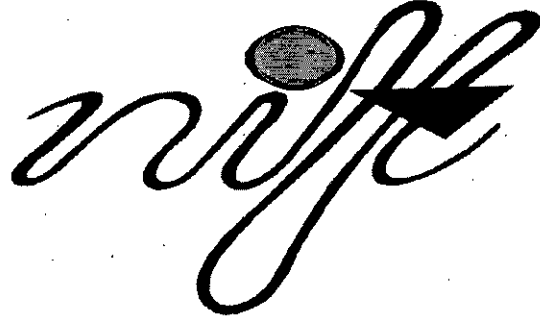


राष्ट्रीय फैशन टेक्नालॉजी संस्थान, निफ्ट मुख्यालय, नई दिल्ली

NATIONAL INSTITUTE OF FASHION TECHNOLOGY
HEAD OFFICE, DELHI



परिशिष्ट कार्यसूची

SUPPLEMENTARY AGENDA

निफ्ट बोर्ड ऑफ गवर्नर्स की 29वीं बैठक

29TH MEETING OF THE BOARD OF GOVERNORS
OF NIFT

**VENUE : NIFT CAMPUS, HEAD OFFICE
HAUZ KHAS, NEAR
GULMOHAR PARK, NEW
DELHI-110 016**

DATE : 29TH JUNE, 2015 (MONDAY)

TIME : 2:30 P.M.

राष्ट्रीय फैशन टेक्नालॉजी संस्थान,
निफ्ट मुख्यालय, नई दिल्ली

No. NIFT/Bd. Sectt./29th /BOG/2015

Date: 26.06.2015.

Subject: 29th Meeting of the Board of Governors of the National Institute of Fashion Technology Delhi – Supplementary Agenda Notes

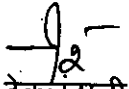
VENUE : NIFT CAMPUS, HEAD OFFICE
HAUZ KHAS, NEAR GULMOHAR PARK,
NEW DELHI-110 016

DATE : 29TH JUNE, 2015 (MONDAY)

TIME : 2:30 P.M.

In continuation of letter no. NIFT/Bd. Sectt./29th BOG/2015 dated 25.06.2015 forwarding therewith Agenda Notes for 29th Meeting of BOG of NIFT, supplementary agenda notes for the Meeting is forwarded herewith..

आप से अनुरोध है कि आप अपनी सुविधानुसार बैठक में भाग लेने की कृपा करें।


(नीन् टेकचदानी)

पंजीयक एवं बोर्ड सचिव

To:

1. **Ms. Kiran Dhingra, IAS (Retd.)** Chairperson, BOG NIFT
83 C Village
Gancim- Bhatim
Post Office Goa Velha
Talukh Tisvadi
Goa – 403108
2. **Mr. Naresh Gujral** Member BOG
Hon'ble M.P Rajya Sabha
5, Amrita Shergil Marg
New Delhi-110003
3. **Mr. S. Selvakumara Chinnayan** Member BOG
Hon'ble M.P Lok Sabha
S-3, SCP Residency,
BVB School Main Road, Thindal,
Distt. Erode- 638 012
Tamil Nadu
4. **Ms. Poonam Mahajan** Member BOG
Hon'ble M.P Lok Sabha
Block no. 2 Bhima Worli Sagar
Cooperative Society
Dr. Pochkhanwala Road, Worli Mumbai- 400 030

5. **Mr. B.P Pandey**
AS&FA, Ministry of Textiles
New Delhi **Member BOG**
6. **Ms. Sunaina Tomar**
DG-NIFT & Joint Secretary, Ministry of Textiles
New Delhi **Member BOG**
7. **Mr. Sukhbir Singh Sandhu**
Joint Secretary (CU&L)
Ministry of Human Resource Development
Shastri Bhawan, New Delhi – 110 001 **Member BOG**
8. **Mr. Sunil Sethi**
President
Fashion Design Council of India
209, Okhla Industrial Estate, Phase III
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9. **Ms. Kavita Bhartia**
M/s Ogaan
2, Amrita Shergill Marg
New Delhi-3 **Member BOG**
10. **Mr. William Bissell**
Managing Director
Fabindia Overseas Pvt. Ltd.
C-40, Phase-II, 2nd Floor, Dayal Estate
New Delhi - 110020 **Member BOG**
11. **Dr. A Sakthivel**
Chairman,
M/s Poppys Knitwear Pvt. Ltd.
33 M. P. Nagar, Kangu Nagar Extn.
Tirupur – 641 607 (Tamil Nadu) **Member BOG**
12. **Ms. Namita R.L Chowdhary**
Roshan Corner,
The Lawrence School Sanawar,
Tehsil-Kasauli, District-Solan
Himachal Pradesh - 173204 **Member BOG**
13. **Mr. Sabyasachi Mukherjee**
Fashion Designer
Sabyasachi Couture
80/2, Topsia Road South
MarutiBagan
Kolkata- 700046 **Member BOG**
14. **Mr. Pradyumna Vyas**
Director
National Institute of Design
Ahmedabad – 380 007 **Member BOG**

NATIONAL INSTITUTE OF FASHION TECHNOLOGY

29th MEETING OF THE BOARD OF GOVERNORS

A G E N D A

VENUE : NIFT CAMPUS, HEAD OFFICE
HAUZ KHAS, NEAR GULMOHAR PARK,
NEW DELHI-110 016

DATE : 29TH JUNE, 2015 (MONDAY)

TIME : 2:30 P.M.

AGENDA ITEM NO.	PARTICULARS	PAGE
Supplementary Agenda Item No. A	Proposal for Approval of Revised Estimated Cost Of Building Works	1-14

SUPPLEMENTARY AGENDA ITEM NO.A

PROPOSAL FOR APPROVAL OF REVISED ESTIMATED COST OF BUILDING WORKS

1. SCOPE OF PROPOSAL:

This Agenda seeks approval of NIFT's Board of Governors regarding the extension of time and permission to use internal resources of NIFT to complete buildings and other infrastructure which were created under OBC scheme at NIFT Campuses.

2. GENESIS:

The Central Government had decided to implement OBC quota reservation without reducing the seats for the general category students. This required additional infrastructure to meet this obligation. For this purpose, in 2008-09, for up-gradation of infrastructure in the existing NIFT Campuses (Delhi, Kolkata, Bengaluru, Gandhinagar, Chennai, Hyderabad and Mumbai) the Union Cabinet had approved Rs. 360 Crore for the 11th Five Year Plan. The Ministry conveyed the Cabinet's approval for extension of timeline for utilization of OBC fund upto F.Y. 2014-15 vide letter no. 1/9/2009-NIFT dated 23.05.2013. However, while giving approval for extension of time-limit upto March 2015, an amount of Rs.16.78 crore pertaining to proposed Infrastructure at NIFT Hyderabad and Chennai Campuses were dropped. Therefore, net approved OBC fund stands reduced to Rs. 343.22 Crore (Rs. 360 crore – Rs. 16.78 crore). Out of the approved outlay, an amount of Rs. 282.18 Crore has been received upto F.Y. 2014-15 from MoT.

A letter has also been received from MOT the letter is reproduced below-

"I am directed to refer to your letter no. 1551(241)/NIFT/DD(F&A)/ Revised Estimate of OBC/ Funds dated 18th March 2015 on the above mentioned subject and to say that as per the Cabinet note date 17.2.2009 no additional funds are to be provided by this Ministry for implementation of scheme over and above already approved outlays in NIFT. Therefore, the escalated amount of Rs.48.68 crore shall have to be borne by NIFT. In this regard, responsibility is also required to be fixed. Moreover, BoG should be appraised of this matter before the Cabinet note is sent to this Ministry."

MOT is pressing hard for compliance.

3. Campus-wise projected estimate and escalation:

3.1 The total approved outlay of OBC fund of Rs. 343.22 Crore (Rs. 360 crore – Rs. 16.78 crore) out of which 286.96 Crores were projected for Construction works and Rs. 56.26 Crores for Other Infrastructure like IT and Non IT items. Out of Rs. 56.26 Crores, an amount of Rs 50.92 Crore has been utilized and Utilization Certificates (UCs) have already been submitted to the Ministry.

3.2 NIFT had engaged construction agencies of Central Govt. / State Govt. on nomination basis as per provision of GFR. These agencies were given these projects as 'Deposit Work' as per CPWD manual. Over the period, the Project cost has escalated due to inflationary pressure, increase in CPWD/Govt. department building cost index and other factors like provisions of green building concept etc. Further there were lot of extra items like furniture, interior work, academic equipment which were not budgeted earlier. As per details received from construction agencies and the Campus Directors the net requirement of funds to complete these projects taken up under the scheme of creation of Infrastructure for

meeting OBC obligation is Rs. 389.95 crore. Thus the total enhancement and escalation is amounting to Rs. 46.73 crore. Accordingly the overall picture of OBC Fund is summarized below:

(Rs. In Crore)

Sr. No.	Campus	Projected Estimates			Increase Estimates			Total (after increase)		
		For Construction	For Other Infra.	Total	For Construction	For Other Infra.	Total	For Construction	For Other Infr.	Total
1	2	3	4	5 = 3+4	6	7	8 = 6+7	9 = 3+6	10 = 4+7	11 = 5+8
1	New Delhi	62.44	6.71	69.15	0.00	6.24	6.24	62.44	12.95	75.39
2	Mumbai	121.13	6.90	128.03	30.22	0.00	30.22	151.35	6.90	158.25
3	Kolkata	7.68	4.14	11.82	0.00	4.45	4.45	7.68	8.59	16.27
4	Chennai	46.30	8.26	54.56	0.61	1.48	2.09	46.91	9.74	56.65
5	Bengaluru	10.61	8.25	18.86	0.00	0.00	0.00	10.61	8.25	18.86
6	Hyderabad	14.62	9.31	23.93	0.00	0.00	0.00	14.62	9.31	23.93
7	Gandhi Nagar	17.96	4.90	22.86	0.00	3.73	3.73	17.96	8.63	26.59
8	Head Office	6.22	7.79	14.01	0.00	0.00	0.00	6.22	7.79	14.01
	Total	286.96	56.26	343.22	30.83	15.90	46.73	317.79	72.16	389.95

3.3 (i) Project wise Increase in estimated cost of ongoing projects

The details of Campus-wise cost escalation/ additional cost requirement is furnished below:

(Rs. In Crore)

Sr. No.	Campus	Particulars	Earlier Estimated cost	Revised Cost	Additional cost
1	Delhi	Construction of a New Academic block, students' hostel at the Campus	62.44	68.68	6.24
		Total (1)	62.44	68.68	6.24
2	Mumbai	Increase in scope of work		17.47	17.47
		Statutory charges	-	7.73	7.73
		Escalation		5.02	5.02
		Total (2)	0	30.22	30.22
3	Chennai	Renovation of girls to boys hostel, soil stabilization of canteen, soil stabilization of between auditorium new boys hostel, raised inside flooring in auditorium, soil stabilization of auditorium foyer, street lights, LED lights for power saving, NIFT Logo		1.00	1.00

		Classroom infrastructure(IT and non IT items) (as per present cost estimate) for FC and AD		0.48	0.48
		Construction of SMAC & Hostel Building (Additional work for canteen equipment	36	36.61	0.61
		Total (3)	36	38.09	2.09
4	Gandhin agar	Interior work of main building (new work)	0	3.19	3.19
		Up-gradation of H.T. Sub Station	0.72	0.89	0.17
		Interior work of Auditorium	0.99	1.36	0.37
		Total(4)	1.71	5.44	3.73
5	Kolkata	Procurement of DG Set for New Building	0	0.15	0.15
		RBT Fencing(Girls' Hostel)	0	0.05	0.05
		Procurement of Desktop Computers, Laptop, Imac Computers	0	1.61	1.61
		Network renovation	0	0.50	0.50
		IBM Server &UPS	0	0.09	0.09
		Machineries and Equipments for newly introduced FC and F&A Courses	0	2.05	2.05
		Total (5)	0	4.45	4.45
		Total (1-5)	100.15	146.88	46.73

Total of escalation- Rs. 5.56 Crore

Total of extra work and statutory charges- Rs.41.17 crores

3.3(ii) Campus wise status of the project and justification for increase in cost of ongoing projects –

Campus wise brief justification is as under:

A. Delhi Campus :

The projected estimate for construction of Delhi Campus stands at Rs. 62.44 crores. The built up area proposed to be constructed for academics and hostels is 16686 sqm (179541 sq ft.). There is no cost escalation involved over and above the aforementioned projected amount. However, additional funds will be required after completion of construction of the building for additional work such as providing furniture and equipments, etc estimated to cost Rs. 6.24 crore, to run the campus effectively and efficiently.

The commencement of project has been delayed due to delay in approval of building plans and NOCs from various local authorities. Thereafter response to the tenders floated by DSIIDC was insufficient, therefore, re-tendering was done. The work was started in Feb, 2014 and is expected to be completed by August, 2016.

B. Mumbai Campus:

The detailed reasons for the cost escalation / revision in cost of Rs.30.22 crore for the Mumbai campus as brought out in earlier meetings of BOG is at **Annexure-A**. As per direction of BoG, NIFT has appointed IIT Bombay for the proof checking of cost enhancement in respect of related excess items of work for the project of Construction of additional buildings of NIFT Mumbai at Plot No. 15 & 20. IIT Mumbai has also been tasked to find the agency responsible for the delay and cost escalation. IIT Mumbai is likely to submit its report by 1st week of July 2015.

Further, NIFT has suspended the Project Engineer Mumbai, who was primarily responsible for supervising the project.

C. Chennai Campus:

(i) Additional funds to the tune of Rs.1.48 crore are required for Classroom Equipments for FC and AD & other necessary academic infrastructure for introduction of new course. This expenditure was not estimated earlier.

(ii) Additional cost of Rs. 0.61 Crore

The estimated cost of the project, as approved in Sep. 2011 was Rs 36.00 crores. The buildings are being constructed for Students Multipurpose Activity Centre, Hostels and Development works for a built up area of 9595 sqm. (103242 sqft.). Escalation in project cost amounting to Rs. 0.61 crore is expected over and above the projected cost of Rs. 36 Crore for additional requirement of sports equipment, computers, common room facilities, water dispensers, washing machines which were not estimated in approved estimate.

D. Gandhinagar:

(i) New project of Rs. 3.19 Crore

An amount of Rs. 3.19 crore is required for Interior work of main building to make it efficiently operative. These expenses were not budgeted earlier.

(ii) Additional cost of Rs. 17.54 Lakhs for upgradation of HT service substation

CPWD had submitted Revised PE amounting to Rs. 89.17 lakhs against sanctioned project cost of Rs. 71.63 lakhs. NIFT has requested CPWD to submit the justification for increase in cost which is still awaited.

(iii) Additional cost of Rs. 37.44 Lakhs for interior work of auditorium

CPWD submitted expenditure statement amounting to Rs. 136.43 lakhs against sanctioned project cost of Rs. 98.99 lakhs, NIFT has requested CPWD to submit the justification for increase in cost which is still awaited.

E. Kolkata :

An amount of Rs.4.45 crore is required for building relating expense on DG Set, classroom equipment & other necessary academic infrastructure due to introduction of new courses at Campus to make it efficiently operative. These expenses were not budgeted earlier.

3.4 Permission to use internal surplus of NIFT to meet the increased cost

NIFT has an internal surplus of Rs.97.17 Crores accumulated over the years. In addition, it has an accumulated money equivalent to depreciation charged over the years amounting to Rs.174.97 Crores. As a matter of prudence depreciation fund money should be used only for replacement of old assets. However legally there is no bar on using the depreciation fund money for creation of new building/infrastructure. Further NIFT has an accumulated interest on Endowment Fund amounting to Rs.38.68 crores, part of which can be used to fund the infrastructure needs. Therefore the internal surpluses including depreciation fund money may be used for meeting the cost escalation/ additional cost. With completion of the additional infrastructure, NIFT would be able to offer NIFT education to increased number of students.

3.5 Extension of time required for completing the Project

As per revised cabinet note, the projects under OBC Grant scheme was to be completed by the end of FY 2014-15. The Cabinet in its meeting dated 02.04.2013 approved the extension of timeline for utilization of balance fund upto March 2015. However, the project relating to extension of Delhi Campus got delayed due to lack of statutory clearance from DDA, Delhi Urban Arts Commission, and Monument Authority of India. Some delay can be attributed to the Delhi State Industrial Infrastructural Corporation (DSIIDC) which could not get a contractor for the work. As a result the expected date of completion of Delhi Project is August, 2016 other projects are expected to be completed by December 2015. Therefore the projected time for completing the project needs to be extended for a further period of two years i.e. till March, 2017.

This agenda was earlier put up before BOG in its 26th meeting where the escalation was estimated at Rs48.68 crores. The BOG in its 28th Meeting held on 23.02.2015 had directed that NIFT may send a draft cabinet note for extension of timeline for implementation of OBC Quota. The relevant portion of minutes of BOG meeting is re-produced below:

"The board decided that for the time being, for preparing the cabinet note, a proposal for extension of timeline for implementation of OBC Quota may be sent to MOT."

Accordingly, NIFT vide letter dated 18.03.2015 has sent a draft cabinet note to MOT towards extension of timeline for utilization of OBC fund upto March 2017.

4. PROPOSAL:

- A. The Board of Governors may approve to approach the ministry for requesting sanction of the following:-
 - (a) Extension of timeline till March, 2017.
 - (b) For efficient utilization of plan funds allow inter-campus allocation of OBC funds.
- B. The Board may also decide on the modality for fixing of responsibility for cost escalation as directed by MoT.
- C. As the Central Govt. has not agreed to provide additional funds, therefore the BOG may recommend completing the project from internal resources of NIFT as explained above.

A Supplementary Note on Funding Mumbai Campus under OBC Plan Scheme

In the meeting of the Board of Governors (BoG) held on September 30th 2014, a discussion took place on escalation of cost for the Mumbai project under OBC Plan fund where serious concerns were raised about increase in its cost by Rs. 30 crores and certain directions were issued. As the agenda was not taken up formally, the minutes of the meeting indicate that the proposal would be discussed in detail in the forthcoming meeting. This note has been prepared for information of the members of the Board of Governors so that all the issues pertaining to the project could be appreciated while reaching a conclusion.

2. The abovementioned agenda had proposal for many campuses where construction under the plan scheme was going on. The agenda did not include complete background of the Mumbai project. Originally the NIFT's Finance & Audit Committee (F&AC) had approved the project at an estimate of Rs. 217 crores in its meeting held on 23.06.2008. The Board had ratified this in its 05th meeting held on October 16th, 2008. Agenda and Minutes of the F&AC and BoG are attached as Annexure 1 and 2 respectively. This decision was conveyed to the Campus Director Mumbai vide letter dated Mar. 19, 2009 (Copy at Annexure 3). CIDCO, a company of Government of Maharashtra was nominated to construct this Campus.

3. On the basis of approval given by Expenditure Finance Committee (EFC) of MoT and subsequently by the Cabinet Committee on Economic Affairs (CCEA), the MoT conveyed CCEA's approval of the project vide its letter dated 12.03.2009 (Copy at Annexure-4). This indicated that only Rs. 100 crores would be made available for cost of construction in Mumbai. However, NIFT was permitted to make inter-Centre campus adjustment within the overall financial limit of Rs.360 crores for increasing seats for implementing OBC Quota obligation. From the records of Mumbai campus, it appears that the above-mentioned decision contained in MoT's letter dated March 12th, 2009 was not conveyed to the Mumbai Campus at the earliest. Instead a decision of the Board for taking up this project at Rs.217 crores was communicated vide letter dated

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March 19th, 2009 (Copy at Annexure 3). According to this letter, Director Mumbai was conveyed approval of Rs.142.37 crores and Rs.74.42 crores for plot No. 20&15 respectively. Mumbai Campus was asked to ensure to take up work early, for utilization of funds. Accordingly CIDCO awarded a contract of Rs.103.39 crores in October, 2010 when work started.

4. Subsequently in the Board meeting held on March 18th, 2011, in accordance with the decision of the MoT, the scope of the project was reduced to Rs.100.00 crores. In anticipation of the above mentioned Board's approval the Campus was informed vide letter dated January 28th 2011 ((Copy at Annexure 5) to restrict the project cost to Rs. 120.00 crores and to prepare a fresh DPR which was to be placed before the Board in March, 2011 for approval. The revised DPR of Rs.120.00 crores was prepared. This provided for civil Construction of Rs.83.50 crores for which tender had been already awarded and other items like fees for Project Management Consultant (PMC) and Architects, provision for Lifts, fire alarm and air conditioning, acoustics, furniture etc. for Multi Purpose (MP) Hall and other buildings were not fully provided for. As explained in subsequent paras, that although the MoT had agreed for Rs 100 crores for Mumbai, but approval of the Board was taken for Rs 120 crores and the additional amount of Rs.20 crores was to be provided by inter-campus adjustments. A table giving funds released to CIDCO, details of Rs 120 crores and requirement of additional Rs 30 Crores required, is appended below to understand the relevant issues. .

5. By the time the directions were issued for preparing a revised DPR, the construction had already started as the foundation had been dug. To meet the directions of HO, Mumbai Campus, in consultation with Architects and CIDCO, removed the following to reduce the scope of the project to fit it in the ceiling prescribed:

1. Entire facility Centre building at plot No. 20 consisting of basement and six floors
2. Five floors of academic building at plot No. 20.
3. Facade on the top floor of plot No. 15, and a DG Set .

To meet the budget, specifications of various items were also downgraded.

6. Now it appears that the surgery carried out on the project was perhaps done in an extreme haste. Adequate scope of work was not reduced and the revised DPR

3

included more quantum of work than it should have been proposed for Rs 120 crores. Even though certain buildings were removed, the corresponding changes in the foundation were not suggested, on the premise that these buildings and additional floors may be taken up later. A premium of Rs 2.26 cr. for additional floor space was paid to local authority on 15th February 2010 for both plots but that has not been used for Plot no.20. However this can be used in future or given to someone to construct and use it and pay NIFT suitable amounts for usage. Perhaps a multipurpose (MP) hall could have been removed. Its cost of civil construction was around Rs. 9.00 crores. It still requires additional Rs 2 cr to put it to use. The revised DPR provides for Rs 12.50 crores for various extra items, which were not covered in the tendered project. These included fire prevention & detection system, lifts, furnishing and acoustics etc. Inadequate provision was made in the revised DPR for these items. In my view the Mumbai Project Engineer who went by the advice of the Architect, did not reduce the components of the project adequately, so as to meet the revised limits as approved by the MoT and the Board. As a result additional amounts are being sought for completing the project.

7. It is noticed that the quantum of steel and concrete in the revised estimate was under-estimated by at least 30%. This huge variation was a major surprise that the Architect could come to know only when the CIDCO pointed it out. CIDCO did not bring the financial implication to the notice of the Joint Action Committee (JAC) comprising of representatives of NIFT, CIDCO & Architect set up for monitoring the progress of the project vide agreement between CIDCO & NIFT dated 2nd September 2009. The contractor went on implementing the drawings received from the Architect. It seems that CIDCO's monitoring was inadequate as it did not inform the JAC well in time that the amount on consumption of steel and concrete etc. had exceeded the designated amount for the project. The matter was taken up with CMD CIDCO, who got a third party evaluation from Dr. Anand R Katti BE, ME (Geo. tech), Ph.D. (IITD), Professor of Datta Meghe College of Engineering in Navi Mumbai. He confirmed that the additional steel and concrete had been used as per the designs provided by the Architect for the construction. The additional cost on account of extra steel, concrete and RCC etc. is estimated at Rs.8.92 crores. The Architect, when asked to explain this excess

consumption of steel etc., explained that for revised DPR, they were asked to provide the estimates in a very short period. In a great hurry they had used rule of thumb for giving estimates, which were not accurate. They prepared the detailed designs only after they were given the NIFT's requirements.

8. The additional steel, concrete and RCC is a single largest item in the Rs.30 crores for which additional support is being sought from the Ministry of Textiles. The remaining amount sought for is for items for which inadequate provision was made in the revised DPR. This also include additional funds of Rs 7.52 cr. required for escalation during the project period on account of inflation, as the revised DPR approved by the Board in 2011 provided only for one year where as the project period was two years for Plot No.20 & eighteen months for Plot No.15. A Table giving details of the items on which Rs.30 crores would be used, is appended. If for any reason, this is not provided, the civil work for the buildings would be completed, but for putting them to use, Mumbai campus would require additional funds for air-conditioning, furnishing and acoustics etc. If no support is received from the Ministry, these could be completed in due course from the funds that the Campus has been generating for past few years and would generate in coming years too.

9. There has been significant delay in completing the project by the contractor M/s.Unity Infra Projects Pvt. Ltd. who has claimed delays were on various accounts including stoppage of work by the town planning authority of Government of Maharashtra for 3 months, non-availability of sand due to a ban on mining in Maharashtra etc. The Mumbai Campus and CIDCO has been jointly monitoring the contract of regular basis. The progress of the project is 85% on plot no. 15 where a new academic block of 1.82 Sq. Lakh feet has been raised. At plot No. 20 following progress has been reported:

- a) A hostel having 10 floors has been almost completed. This can accommodate 520 students besides the canteen, indoor games and gym facility etc.
- b) Staff quarter for six employees of the NIFT has been completed.

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c) RCC work of 3 academic blocks and MP hall has been finished.

It is envisaged to construct more than 3 Lakh Sq. Feet of space of which 1.1 lakh Sq. feet has been completed in all respects.

10. Since, the construction is not progressing as per the required pace, CIDCO has issued a termination notice to the contractor. This was kept pending as CIDCO wanted to take over the Hostel building and an Academic building that has been completed, before terminating the contract and issuing fresh tenders to complete the project. The CMD of CIDCO was contacted and was requested to take all possible measures to complete the project at earliest.

11. The Campus has prepared a plan that in case additional funds of Rs. 30 crores are not sanctioned, from the balance funds it can complete the existing buildings to a safe stage level. As Mumbai Campus is generating surplus, with the permission of the BoG, it can generate/ raise funds in due course and complete the project. The additional funds sought are only for the purpose of providing additional facilities, which will make all the buildings operational. MP hall requires additional funds for providing of furniture, air-conditioning, light and acoustics etc for which inadequate provision was kept in the DPR that BoG approved on March 18th 2011. The Campus has not placed any orders for the above items except for fire alarm and lifts. To meet the demand for air-conditioned hostel, a part of the hostel was subsequently envisaged to be air-conditioned, as this was to be funded from the fees that students would pay for this hostel.

12. Above matter was placed before F&AC in its 29th meeting held on 27th August, 2014. AS&FA the chairman of F&AC had appreciated and desired that prior to placing it before the Board of Governors, the additional provision sought may be re-checked so as to ensure no further funds would be required for completing the project. The Project Engineer of NIFT at Mumbai and the M/s. CES (Architect) have re-checked the entire provisions made in the revised proposal and certified that this was in order.

DETAILED BREAK UP FOR		Sanctioned Estimate of Rs. 120 crores	Amount released	Anticipated Estimated Cost of Rs150 cr	Details on which Rs 30 cr. would be used
Sr. no	Item	Rs. In cr	Rs. In cr	Rs. In cr	Rs. In cr
1 *	Reduced /Revised after award of civil works	83.50	78.70	100.30	16.80
2	PMC charges@ 8.50% on above	7.09	4.39	8.53	1.44
3	Architect fees on 83.45+Service tax	2.30	1.80	2.82	0.52
4	Provision for AC, LIFT, Interior	12.50	0.46	16.28	3.78
5 &&	PMC charges@ 8.50%	0.00	0	0.69	0.69
6 ##	Architect's fee	0.00	0.11	0.46	0.46
7	Provision for escalation 8% per annum for one year on 83.45 cr	6.68	6.00		
8	Provision for escalation 8% per annum for two year period			14.20	7.52
9	PMC charges@ 8.50% on Rs. 14.20 cr	0.00	0.0	1.21	1.21
10	Balance Architect fees anticipated for escalation + Serv Tax	0.00	0.0	0.40	0.40
11 **	Mandatory Payments **	4.35	4.00	4.68	0.33
12	Labour cess	0.83	0	0	-0.83
13	Contingency provision	2.50	0	0.40	-2.10
	Total	119.75	95.46	149.97	30.22
	Say	120 cr	95.50 cr	150 cr	30 cr

Break up of Rs. 16.80 cr :- Rs. 8.92 cr for steel & concrete + Rs. 1.60 cr for Swage Treatment Plant, expansion joint & ramp converging + Rs. 2.79 cr for Electrical & DG Set + Rs. 3.49 cr for Fire system = 16.80 cr

&&- on awarded cost of Rs. 8.05 cr for Plot 15 AC & LIFT for both plots

##: on awarded value of Rs. 8.05 cr of HVAC & LIFT +balance. estimated value+ service tax

**:- List of Mandatory items include:- Addl. Lease premium, Power supply infrastructure development charges, Fire service charges, Security deposits, Development fees, Design proof checking, MSEB deposits, Water deposits, MOEF clearance, Drainage connection etc.

Annexure - 2654 / V

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TABLE SUMMING UP ADDITIONAL COST OF Rs. 30.2 crores

Sr. No.	Item	Amount Rs. in Crores	Sub total Rs. in cr
A: DUE TO INCREASE IN SCOPE OF WORK			
1	Increase in depth of foundation due to soil condition	8.390	
2	Increase in basement height of Academic building		
3	Increase in m.p hall seating capacity		
4	Increased consumption of steel due to change in structural design	2.220	
5	Extra provision of concrete		
6	Other items such as Flooring, false ceiling, structural glazing, mis. items,	1.320	
7	Due to AC and DG set in Hostel, change of LT Panel, rising main cables etc.	3.170	
8	Extra items of civil work	1.600	
9	Lump sum Provision made earlier - increase on actual for Lifts, Airconditioners, False ceilings, partitions, interior works, Electrical fittings, Furniture etc. for Academics, Hostel, Multipurpose hall etc.	3.776	
10	Less savings available for wood work, water proofing, Hand railing, water supply, compound wall, iron masonry etc	-3.004	
	Sub Total		17.472
B STATUTORY CHARGES			
1	PMC charges	3.477	
2	Architect Fee	1.421	
3	Power Supply Infrastructure development charges	0.515	
4	Fire fighting works, fire alarm, PA system, Fire hydrants and allied works	3.154	
5	Saving in labour cess	-0.834	
	Sub Total		7.733
C ESCALATION			
1	Steel, cement, labour	7.524	
2	Saving of contingencies	-2.503	
	Sub Total		5.021
	Total (A+B+C)	30.226	30.226