



# ਬੇਅੰਤ ਕਾਲਜ ਆਫ ਇੰਜੀਨੀਅਰਿੰਗ ਅਤੇ ਟੈਕਨਾਲੋਜੀ, ਗੁਰਦਾਸਪੁਰ Beant College of Engineering & Technology

(Established by Govt. of Punjab and Accredited by NBA)

POST BOX NO. 13, GURDASPUR-143521 (Pb.)

f. No.: BCET/4368-4370

Dated: 26/11/2015

1. Hon'ble Principal Secretary,  
Department of Technical Education & Industrial Training, Punjab,  
Mini Secretariat, Sector 9, Chandigarh.
2. Hon'ble Principal Secretary,  
Department of Finance, Punjab,  
Civil Secretariat, Chandigarh.
3. Hon'ble Director,  
Technical Education & Industrial Training, Punjab,  
Plot No. 1, Sector 36 A, Chandigarh.

**Subject: 30<sup>th</sup> meeting of Finance Committee of BCET, Gurdaspur to be held on 08-12-2015 at 12:30 PM.**

Please find enclosed Agenda of 30<sup>th</sup> meeting of Finance Committee of BCET, Gurdaspur to be held on 08-12-2015 at 12:30 PM under the Chairmanship of Worthy Principal Secretary, Technical Education & Industrial Training, Punjab, at Committee Room in the office of the Director, Technical Education & Industrial Training, Punjab, Plot No. 1, Sector 36-A, Chandigarh.

Kindly make it convenient to attend the said meeting.

  
Principal

Encls. : As Above

# Beant College of Engineering and Technology

GURDASPUR (PUNJAB)-143521

(Established by Government of Punjab and Accredited by National Board of Accreditation)  
(An Academic Autonomous Institute under UGC Act)

## AGENDA

30<sup>th</sup> Meeting of

## FINANCE COMMITTEE

TO BE HELD ON

08-12-2015 AT 12:30 PM

**VENUE:**

Committee Room, Office of the Director,  
Technical Education & Industrial Training, Punjab,  
Plot No. 1, Sector 36-A,  
Chandigarh.

**CONSTITUTION OF  
FINANCE COMMITTEE**  
Beant College of Engineering and Technology  
Gurdaspur (Punjab)-143521

1.	Principal Secretary to Govt. of Punjab, Department of Technical Education & Industrial Training, Mini Secretariat, Sector 9, Chandigarh.	Chairman
2.	Principal Secretary to Govt. of Punjab, Department of Finance or His/her representative not below the rank of Joint Secretary.	Member
3.	Director, Technical Education & Industrial Training, Punjab, Plot No.1, Sector 36-A, Chandigarh.	Member
4.	Principal, Beant College of Engineering & Technology, Gurdaspur.	Member
5.	Registrar, Beant College of Engineering & Technology, Gurdaspur.	Member Secretary



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Item No. 30.1	Confirmation of the minutes of 29 <sup>th</sup> meeting of Finance Committee held on 30-03-2015.
	<p>The 29<sup>th</sup> meeting of Finance Committee of Beant College of Engineering &amp; Technology, Gurdaspur was held on 30-03-2015 under the Chairmanship of worthy Principal Secretary, Technical Education &amp; Industrial Training, Punjab, Mini Secretariat, Sector -9, Chandigarh. Minutes of the meeting were circulated to all the members and no comments were received. Copy of the minutes is attached as <b>Annexure-I (Page no. 17-18)</b> for confirmation please.</p>

Item No. 30.2	To report action taken on the decisions of 29 <sup>th</sup> meeting of Finance Committee of Beant College of Engineering & Technology, Gurdaspur.		
Item #	Subject	Decision taken	Action taken
29.1	Confirmation of the minutes of 28 <sup>th</sup> meeting of Finance Committee held on 27-03-2014.	It was resolved to confirm the minutes of 28 <sup>th</sup> meeting of Finance Committee held on 27-03-2014.	No action required.
29.2	To report action taken on the decisions of 28 <sup>th</sup> meeting of Finance Committee of Beant College of Engg. & Technology, Gurdaspur.	The Committee noted the action taken on the decisions of 28 <sup>th</sup> meeting of Finance Committee held on 27-03-2014.	No action required.
29.3	Report of the Financial Position of the BCET, Gurdaspur for the last five year.	The report of the financial position of the college for the last five years was presented and the committee appreciated the financial growth of the college .	No action required.
29.4	Budget estimates for the Financial Year 2015-16.	The Finance Committee approved the budget estimates for BCET Gurdaspur for the Financial Year 2015-16 as proposed. Further, it was decided to present the progress report of the approved budget after six months.	No action required.
29.5	To approve the budget estimate of Polytechnic Wing (established under NABARD scheme at BCET Gurdaspur) for the Financial Year 2015-16.	The Finance Committee approved the budget estimates for the Financial Year 2015-16 as proposed for the Polytechnic Wing.	No action required.



	<b>29.6</b>	Payment of arrears to faculty/staff appointed on regular/contract basis after 01-01-2006.	The proposed budget for the release of arrears to the faculty/staff appointed after 01-01-2006 was approved by the Finance Committee.	Action taken as per the approved minutes.
	<b>29.7</b>	Clarification regarding claiming exemption from payment of income tax u/s 10 (23-C) (iii ab) of the Income Tax Act, 1961.	It was decided that the college must prepare the case as per letter No. ITA/2015/1369-1418 dated 10-03-2015 and submit to the Income Tax Advisor.	Action taken and the case is being submitted separately under the item no. 30.6.



Item No. 30.3	<b>To report about the audit of the annual accounts for the 2014-15.</b>
	The annual accounts of the college for the year 2014-15 were prepared and got audited from the chartered Accountant. A copy of the balance sheet is placed at <b>Annexure-II (Page no. 19-29)</b>  Submitted for information please.

<b>Item No.</b> 30.4	<b>Review of Budget approved for the Financial Year 2015-16 after six months.</b>
	The Finance Committee approved the budget for the financial year 2015-16 and the detail of expenditure incurred is placed below for your information placed at page no. 6-10.

**DETAIL OF EXPENDITURE FOR THE FINANCIAL YEAR 2015-2016  
(AMALGAMATED FUND)**

**(A) Contingency Expenditure**

Sr. No.	Head of Account	Approved Budget 2015-2016 (Rs. In Lacs)	Actual Expenditure up to till date (Rs. In Lacs)	Balance for 2015-2016 (Rs. In Lacs)
1.	Sports expenses	4.00	0.50	3.50
2.	Printing of Stationery (information Brochure, Prospectus, Souvenir etc.)	2.50	0.74	1.76
3.	Medical Expenses	1.50	0.46	1.04
4.	Advertisement & Publicity	9.00	8.70	0.30
5.	Maintenance & Running of Diesel Gen. Set	5.00	2.11	2.89
6.	Meeting & Refreshment	2.00	1.13	0.87
7.	Projection Club Charges/Cable Charges for student Hostels	1.20	0.63	0.57
8.	N.C.C.	0.10	0.00	0.10
9.	N.S.S.	0.30	0.13	0.17
10.	Library expenses (News Paper//Magazines)	2.00	1.10	0.90
11.	Postage & Telegram	0.75	0.36	0.39
12.	Annual College Function /Convocation / Sports	10.00	7.25	2.75
	<b>Total</b>	<b>38.35</b>	<b>23.11</b>	<b>15.24</b>

**(B) Non-Recurring Expenditure**

Sr.No.	Head of Account	Approved Budget 2015-16 (Rs. In Lacs)	Actual Expenditure till date (Rs. In Lacs)	Proposed for 2015-16 (Rs. In Lacs)
1.	Innovative Fund	10.00	0.00	10.00
	<b>Total</b>	<b>10.00</b>	<b>0.00</b>	<b>10.00</b>
	<b>Total A+B</b>	<b>48.35</b>	<b>23.11</b>	<b>25.24</b>

**A) To approve Rs. 07.00 lacs more in the head of Advertisement & publicity (Amalgamated Fund):-**

A provision of **Rs. 09.00 lacs** has been made in this budget for the expenditure to be done on Advertisement & Publicity but as per the changes in University schedule of counseling/Direct admissions, accordingly the college has advertised for admission in the leading newspaper and bills of **Rs. 15.00 lacs** approx has been raised by the different newspapers agencies. In this regard it is submitted that an amount of **Rs. 07.00 lacs** is proposed in this head.



**DETAIL OF EXPENDITURE FOR THE FINANCIAL YEAR 2015-2016  
(DEVELOPMENT FUND)**

**RECURRING/CONTINGENCY EXPENDITURE**

Sr.No.	Head of the Account	Approved Budget 2015-16 (Rs. In Lacs)	Actual Expenditure up to till date (Rs. In Lacs)	Balance for 2015-16 (Rs. In Lacs)
1.	Raw Material & Consumables	5.00	1.55	3.45
2.	Maintenance of Electrical, Civil & Public Health Works etc.	10.00	7.25	2.75
3.	Reimbursement of Registration fee for National /International Conferences/Seminar/Short Term Courses	5.00	0.42	4.58
4.	Training & Placement	2.00	0.23	1.77
5.	Maintenance of Internet (IT connectivity )	2.50	0.68	1.82
	<b>TOTAL</b>	<b>24.50</b>	<b>10.13</b>	<b>14.37</b>

**NON-RECURRING EXPENDITURE (Rs. in lacs)**

Sr. #	Head of Account	Approved Budget 2015-16 (Rs. In Lacs)	Actual Expenditure up to till date (Rs. In Lacs)	Balance for 2015-16 (Rs. In Lacs)
1.	Machinery & Equipment	27.00	11.74	15.26
2.	Main gate Road, Balance payment of additional work of auditorium* and balance payment of white washing	90.21	16.80	73.41
3.	Purchase of Vehicle	Nil	Nil	Nil
4.	Library Books, E-journals and Software**	10.00	0.45	9.55
	<b>TOTAL</b>	<b>127.21</b>	<b>28.99</b>	<b>98.22</b>

\* Balance payment of additional work of auditorium i.e. Rs. 36.20 lacs approx is to be released during this financial year.

\*\* The payment of E-journal Rs. 07.50 lacs approx is to be released in the month of March, 2015.

**DETAIL OF EXPENDITURE FOR THE FINANCIAL YEAR 2015-2016  
(MAIN ACCOUNT)**

**RECURRING/CONTINGENCY EXPENDITURE**

Sr. No.	HEAD OF ACCOUNT	Approved Budget for 2015-16 (Rs. In Lacs)	Actual Expenditure up to till date (Rs. In Lacs)	Balance For 2015-16 (Rs. In Lacs)
1.	Vehicle Running & Repair /Insurance	11.00	5.61	5.39
2.	Telephone Expenses	1.50	0.30	1.20
3.	Office & legal Expenses	3.00	0.78	2.22
4.	Liveries to staff	Nil	Nil	Nil
5.	Wages & Material Expenditure for Security Sweeping and Horticultures Services	75.00	50.13	24.87
6.	TA/DA to Expert	5.00	2.83	2.17
7.	Repair & Maintenance of Machinery & Equipment /Instrument etc.	9.00	2.04	6.96
8.	TA/DA and LTC	25.00	1.01	23.99
9.	Electricity Expenses	75.00	46.45	28.55
10.	Medical Reimbursements (Indoor/out door Treatment Facility).Recurring	15.00	8.19	6.81
11.	Stationery Expenses	4.00	1.86	2.14
12.	Remuneration to the External Examiner	5.00	0.88	4.12
13.	Printing & stationary (Examination Cell)	7.00	0.26	6.74
	<b>Total</b>	<b>235.50</b>	<b>120.34</b>	<b>115.16</b>

**NON-RECURRING EXPENDITURE**

1.	Land (Enhancement compensation )	1.50	0.00	1.50
2.	Medical Equipment	Nil	Nil	Nil
3.	Sports, Music and Audio Visual Equipment	Nil	Nil	Nil
4.	Hostel Equipment including Kitchen Equipment	Nil	Nil	Nil
5.	Office Equipment (Photocopier/Cum Printer, Water Cooler and Display Board etc.)	3.50	0.16	3.34
6.	Furniture & Fixture	10.00	3.63	6.37
	<b>Total</b>	<b>15.00</b>	<b>3.79</b>	<b>11.21</b>

**DETAIL OF EXPENDITURE FOR THE FINANCIAL YEAR 2015-2016**  
**(MAIN ACCOUNT)**

**RECURRING EXPENDITURE**

<b>Sr. No.</b>	<b>HEAD OF ACCOUNT</b>	<b>Approved Budget for 2015-16 (Rs. In Lacs)</b>	<b>Actual Expenditure 2015-16 (Rs. In Lacs)</b>	<b>Balance Budget for 2015-16 (Rs. In Lacs)</b>
1.	Pay & Allowances (including arrears)	1477.80	997.68	480.12
	<b>Total</b>	<b>1477.80</b>	<b>997.68</b>	<b>480.12</b>

<b>Item No. 30.5</b>	<b>Review of the budget approved of Polytechnic Wing (established under NABARD scheme at BCET Gurdaspur) for the year 2015-16 after six moths.</b>
	The Finance Committee approved the budget for the financial year 2015-16 of Polytechnic Wing (established under NABARD scheme at BCET Gurdaspur) and the detail of expenditure incurred is placed below for your information please at page no. 12-13.



<b>Beant College Engineering &amp; Technology Polytechnic Wing</b>				
<b>Budget for the year 2015-2016 and Expenditure made as on till date (in rupees)</b>				
<b>Sr. No.</b>	<b>Description</b>	<b>Proposed Amount</b>	<b>Exp. as on 16.10.2015</b>	<b>Balance</b>
1	Advertisement & Publicity	150000	150000	Nil
2	Air Conditioning of Computer Lab.	200000	0	200000
3	Building Fencing Work	400000	0	400000
4	Conferences, Seminars & Short Term Courses	20000	1460	18540
5	Electricity Expenses & Electricity Installation	300000	87888	212112
6	Essential Services at newly constructed building, Sewerage Disposal Tank, Pump, Land Scapping & Plantation, Wages of Security, Sweeping & Legal Expenses etc.	1800000	848827	951173
7	Furniture & Fixture	500000	41240	458760
8	Library Books, Magazines & News Papers	100000	4317	95683
9	Machinery & Equipment	500000	112210	387790
10	Medical Expenses & Reimbursement	50000	0	50000
11	Meeting & Refereshment	50000	9805	40195
12	Office Expenses	50000	36905	13095
13	Pay & Allowances	8000000	2439643	5560357
14	Printing & Stationary	100000	25068	74932
15	Purchase of DG Set 125 KVA & Inverters	1000000	0	1000000
16	Raw Material	100000	29948	70052
17	Repair & Main. of Machinery & Equipment	100000	4760	95240
18	Repair & Maintenance of Buildings	200000	15957	184043
19	Sports & Cultural Activities	100000	0	100000
20	Travelling Expenses (TA & DA)	50000	17077	32923
21	Telephone, Internet & Networking Expenses	200000	14975	185025
22	Training & Placement Activities Fund	100000	0	100000
23	Wages & Material for Security, Sweeping & Horticulture Services	200000	0	200000
	<b>TOTAL</b>	<b>14270000</b>	<b>3690080</b>	<b>10579920</b>

A)	<p><b>To approve Rs. 03.50 lacs more in the head of Advertisement &amp; publicity (Polytechnic Wing):-</b></p> <p>A provision of <b>Rs. 01.50 lacs</b> has been made in this budget for the expenditure to be done on Advertisement &amp; Publicity but as per the changes in PSBTE/IT Punjab, Chandigarh schedule of counseling/Direct admissions, accordingly the institute has advertised for admission in the leading newspaper and bills of <b>Rs. 4.50 lacs</b> approx has been raised by the different newspapers agencies. In this regard it is submitted that an amount of <b>Rs. 03.50 lacs</b> is proposed in this head.</p>
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Item No. 30.6	<b>Regarding claiming exemption from payment of income tax under the Income Tax Act, 1961.</b>
	<p>As per letter no. ITA/2015/1369-1418 dated 10-03-2015 of Income Tax Advisor, Directorate of Public Enterprises &amp; Disinvestment, SCO 53-55, 2<sup>nd</sup> floor, Sector- 17 D, Chandigarh endorsed by Department of Technical Education and Industrial Training Punjab, Chandigarh vide memo no. 461-467 dated 24-03-2015 <b>Annexure-III (Page no. 30-31)</b>. The department advised to pursue the case claiming exemption of Income tax u/s 10(23-C)(iii ab) of Income Tax Act, 1961 as per the advise of Income Tax Advisor.</p> <p>The same was discussed in the 29<sup>th</sup> meeting of finance committee held on 30-03-2015 and it was decided that the college must prepare the detailed case and submit the same to the Income Tax Advisor. The college the submitted the detailed case to the Income Tax Advisor, Directorate of Public Enterprises &amp; Disinvestment, SCO 53-55, 2<sup>nd</sup> floor, Sector- 17D, Chandigarh vide letter no. BCET/2550 dated 30-07-2015 <b>Annexure-IV (Page no. 32-103)</b>.</p> <p>In response to the above said letter the Income Tax Advisor Punjab has stated the observations vide memo no. ITA/BCET/3772 dated 12-08-2015 <b>Annexure-V (Page no. 104-106)</b> and the same are reproduced as under:</p> <p>3(i).The college has been established by a society registered under the Societies Registration Act, 1860 and as such is a separate entity. Now as per definition of society in section of Income Tax Act,1961, it is a separate entity and hence fore, it is assessable to tax independently.</p> <p>3(ii).Since the society is engaged in imparting education and its objectives per memorandum of Association are carrying out if educational activities only and was initially being funded or was to be funded by the state Govt. no income tax return was being filled by the society presumably claiming exemption u/s 10(23c)(iiiab) of the income Tax Act, 1961 as intimated vide this office's letter no. ITA/2015/1369-1418 dated 10-03-2015.</p> <p>A perusal of the final Accounts for the F.yrs 2012-13, 2013-14 &amp; 2014-15 shows that the almost the entire receipts are self created income by way of fees etc. Only a nominal percentage out of the total receipts are by way of Govt. grants.</p> <p>In view of the amendment in provision of section 10(23c) (iii ab) of the Income Tax Act, 1961 and rules 2BBB of Income Tax rules, 1962 the society's income shall become taxable w.e.f. A.Y. 2015-16 (relevant to F.Y. 2014-15), if the percentage of Govt. funding is less than 50% of the total receipts of the society.</p>

4. Therefore, it is suggested that the society has to get itself registered with Income Tax Department for exemption of its Income Tax Act. There are two options available:

- ✓ (i) Section 12A of the Income Tax Act, 1961.
- ✓ (ii) Section 10(23c)(vi) of the Income Tax Act, 1961.

Final decision may be taken after consultation with the senior authorities and chartered Accountant/ counsel taking into consideration the financial position of the current year also.

As suggested by Chartered Accountant/ Counsel the college has started the process for applying the exemption of Income Tax under the Income Tax Act, 1961. (12A)

Submitted for your information please.



<b>Item No.</b> 30.7	Any other item with the permission of the chair.