

**PROCEEDINGS OF THE COMMITTEE ON FIXATION OF FEE IN RESPECT OF SELF
FINANCING PROFESSIONAL COLLEGES.**

Proceedings No. CFF/ Para-Medical/ISM/018/2019
Dated: 22-08-2019

Hon'ble Mr. Justice N.V.Balasubramanian
Chairman

Tmt. Dr. Beela Rajesh, I.A.S.,
Member-Secretary
Secretary to Government
Health & Family Welfare Dept.,

Dr. K. Ananda Kannan, M.S., D.O.,
Member (Doctor of Eminence)

Dr.S. Geethalakshmi,
Member (representative of MCI)
(Not Attended)

Thiru A. Kanagaraj, FCA.,
Member (Chartered Accountant of repute)

Thiru. A. Ganesh, I.A.S,
Special Invitee,
Commissioner of Indian Medicine and Homeopathy

Dr. R. Narayana Babu,
Special Invitee, Director of Medical Education

- Ref: 1) G.O. Ms. No. 226, Higher Education (J2) Department, dated.11.7.2007
2) Committee's letter No. CFF/Medical Fees/018/2019, dated.25.01.2019
3) Letter received from AYUSH Association, dated: 25.06.2019
4) Committee's letter No. CFF/Medical Fees/018/2019, dated.24.07.2019
5) Minutes of the meeting held on 24.07.2019
6) Letter received from AYUSH Association, dated: 21.08.2019
7) Minutes of the meeting held on 22.08.2019

ORDER:

1. With reference to the G.O. 1st cited the Committee was constituted for fixation of Fee in respect of Self Financing Professional Colleges under the Chairmanship of Hon'ble Mr. Justice N.V. Balasubramanian.

2. The Committee sent communication to the Principals of all the Self Financing Colleges offering AYUSH Courses to submit the fee revision proposal in the prescribed format to revise the fee for the years 2019-2020, 2020 -2021 and 2021-2022 vide ref (2). In response to the letter the colleges offering AYUSH Courses submitted the fee revision proposals to the Committee.
3. The Committee verified the Expenditure Statements submitted by the colleges based on the 20 Major heads namely Salaries and allowances including PF (Teaching, Non-Teaching and Administration), Welfare Expenses, Electricity Charges, Telephone, Postage & Internet, Equipment Purchase, Books & Periodicals, Printing & Stationary, Consumable, Research and Development, University affiliation fees and Inspection Charges, Sports, Games, Meetings and Functions, Awards, Merit Scholarship, Travelling and Conveyance, Repairs and Maintenance, Depreciation, Advertisement and Miscellaneous Expenditure. A detailed report was made covering all these aspects and was analyzed by the Committee.
4. The Committee analyzed the consolidated expenditure statement and also the expenditure details submitted by the colleges. It was found that the colleges has not submitted the required documents to substantiate the claim of various expenditure, hence the Committee decided to discuss with the representatives of the colleges, accordingly individual letters have been addressed to the colleges and also the association to appear before the Committee on 24.07.2019.
5. In response to the request of the Committee the following representatives of the Associations and the Colleges appeared before the Committee and expressed their views.

Sl. No	Name and Designation	Name of the Association / Institution
1.	Mrs. Sivaraj Kalpana Secretary	Association of Ayurveda, Yoga & Naturopathy, Siddha and Homeopathy Private Medical Colleges
2.	Dr. K. Chandran, Vice Chairman	Siddha Medical College
3.	Dr. K.P. Kannan Principal	JSA Siddha Medical College
4.	Dr. K. Balagurusamy, Principal	Velumailu Siddha Medical College
5.	Dr. K. Murugesan, Principal	Martin Homeo Medical College
6.	Dr. M. Krithiga, Principal	Ayurveda College
7.	Er. Arun, Secretary	JSA Medical College for Siddha and Research Centre
8.	Dr. G. Senthil Kumaran, SMO	Venkateshwara Homeopathic Medical College
9.	Mr. V. Saravana Kumar, A.O.	Sivaraj Medical College, Salem
10.	Mr. Sathish.R	Sri SaiRam Group of institutions, Chennai

6. During discussion Chairman informed to the representatives that,

- a. As far as Salary claimed by the colleges are concerned, all the institutions are claiming salary to teaching staff non- teaching staff in the aggregate without separating the amount related to run the hospital by the institution.
- b. As far as administrative and other expenditure are concerned, it is seen that the institutions are claiming amounts in aggregate and not furnished cost related to the students.
- c. The individual institutions have not submitted the fee revision proposal along with the audited Income and Expenditure statement for the year 2017 – 2018 and 2018 – 2019 on or before 31.07.2019 for consideration of the Committee. Hence the Committee directed the Self Financing colleges offering AYUSH courses to submit the following ,

- i. Audited Income and Expenditure statement for the year 2017 – 2018 and 2018 – 2019.
- ii. Income tax Return for the year 2017 -2018 and 2018 -2019
- iii. Supporting documents under the head other expenditure

7. The institution submitted the details required by the Committee based on the details submitted by the colleges, the Committee decided to hear the views of the representatives of Association and the colleges offering AYUSH Courses on 22.08.2019 at 2.30 P.M in the office of the Committee. The following representatives appeared before the Committee for discussion.

Sl. No	Name and Designation	Name of the Association / Institution
1.	Mrs. Sivaraj Kalpana Secretary	Association of Ayurveda, Yoga & Naturopathy, Siddha and Homeopathy Private Medical Colleges
2.	Mr. V. Saravana Kumar, A.O.	Sivaraj Medical College, Salem
3.	Dr. Sugathan Principal,	Sarada Krishna Homeopathy Medical College, Kulasekharam
4.	A.V. Ashwin	Maria Group of Institutions, Attoor
5.	Dr. D. Britto Wilbert Dhas, Vice Principal	Venkateshwara Homeopathic Medical College
6.	Dr. N. Subramaniyan, Advisor	Dr. Hahnemann Homeopathy Medical College, Rasipuram
7.	Dr. G. Kannan, Principal	Sivaraj Group of Institutions , Salem
8.	Dr. K. Jayaraman	JSA Siddha College, Villupuram
9.	Mr. Sathish.R	Sri SaiRam Group of institutions, Chennai

8. During discussion the representatives of the Association requested the Committee to consider the following,

- a. Colleges have to create suitable infrastructure and standards to meet the high standard of AYUSH systems of medical education in the changed scenario.
 - b. Colleges have to get NABH accreditation to the hospital also NAAC accreditation to the college's in due course.
 - c. Revised Salary and perks of the staff members also for the qualified faculty members.
 - d. Faculty addition, infrastructural enhancement, strengthening of labs and other academic facilities to meet the norms set by the statutory authorities; require huge and recurring financial support. The management faces huge resource gap between receipt in the form of fees from the students and expenditure on the other hand.
9. The Chairman and Members of the Committee informed that claim of depreciation as eligible cost as depreciation is not a cash outgo. Further, as a result of dispute raised for set off of depreciation in computing taxable income of charitable trust the provision of section 11 of Income Tax Act, 1961 has mandated that the amount of depreciation is not to be set off in computing taxable income. The claim of depreciation is not a cash out flow and further under section 11 of the Income Tax act as recently amended the amount of depreciation is not considered in determining the taxable income of the any charitable institution for application towards charitable purpose (Sec sub section 6 of section in 11 of Income tax Act amended by the finance (2) Act of 2014 with effect from 01.04.2015) also informed that the capital expenditure cannot be considered while fixing the fee.

10. The Committee also informed to the representatives of the colleges and association to finalise the fee the Committee decided to consider the consolidated expenditure statements in detail to arrive at a comprehensive fee for the students studying in various colleges located in rural and urban areas also based on the maximum and minimum range of proposed fee submitted by the institutions.

11. There are social needs which are required to be taken in to account in determining as to how much portion of the totality of expenditure can be passed on to the Student.

12. The Committee discussed in detail and passes the order considering the following, subject to the approval of respective authorities.

- i. Based on the Standards and Norms prescribed by the respective authorities.
- ii. The expenditure details submitted by the colleges in the proposals
- iii. Request submitted by the Associations of Ayurveda, Yoga and Naturopathy, Siddha and Homeopathy Private Medical Colleges
- iv. Seats sharing for admission of the students in Self Financing (Indian System of Medicine) Colleges offering AYUSH Courses.

13. The following seat sharing for admission of students is already in vogue for several years,

Nature of the Institution	Category -I	Category -II	Total
Non – Minority Institution	65%	35%	100%
Minority Institutions	50%	50%	100%

ORDER:-

1. The Committee fixed the following fees all including Tuition fee, Admission fee, Special fee, Laboratory / Computer / Internet fee, Library fee, Sports fee, Maintenance and Amenities fee, extracurricular activities fee, and other recurring expenditure.

Sl. No.	Name of the Course	Fee Fixed For 2019 -2020, 2020-2021 &2021 -2022	
		Category -I	Category -II
1.	B.H.M.S.	1,25,000/-	2,50,000/-
2.	B.S.M.S.	1,25,000/-	2,50,000/-
3.	B.A.M.S	1,25,000/-	2,50,000/-
4	B.N.Y.S	1,25,000/-	2,50,000/-
5	M.D (Homeo)	1,75,000/-	3,50,000/-

2. The maximum fee structure prescribed will take effect for the students admitted for the academic year 2019- 2020, 2020 -2021 and 2021 -2022.
3. In addition to the above recurring annual fee, the concerned institutions are permitted to collect a development fee not exceeding Rs.5000/- per student.
4. If any institution seek revision of the fee fixed, it is always open to the said institution apply for revision of fee to the committee along with the relevant records and book of accounts to the Committee.

5. The management is directed to cover all the Students under Students Group Insurance Scheme.
6. The above fees does not include Hostel, Transport, Mess charges.
7. The Committee directs that the institutions shall not collect or levy any other recurring or non-recurring fee including capitation fee.
8. Any deviation of the proceedings will entail the institutions to undergo serious penal consequences like withdrawal of approval by respective authorities and disaffiliation by the concerned University as well as imposition of fine.

Sd/-
Dr. K. Ananda Kannan
Member

Sd/-
Thiru. A. Kanagaraj
Member

Sd/-
Tmt. Dr. Beela Rajesh, IAS
Member Secretary

Sd/-
Mr. Justice N.V. Balasubramanian
Chairman

Copy to:

- 1) The Secretary, Health & Family Welfare Dept., Chennai-9
- 2) The Director of Medical Education, Chennai-10
- 3) The Secretary, Selection Committee, Directorate of Medical Education, Chennai-10
- 4) The Vice-Chancellor, The Tamil Nadu Dr. MGR Medical University, Chennai-32.
- 5) The Secretary, AYUSH Association, Chennai

/ By Order /


Special Officer