

GOVERNMENT OF NATIONAL CAPITAL TERRITORY OF DELHI
DIRECTORATE OF EDUCATION
(PRIVATE SCHOOL BRANCH)
OLD SECRETARIAT, DELHI-110054

No. F. DE-15/ACT-I/WPC-4109/PART/13/ 959

Dated: 13/10/2017

ORDER

Whereas, the request of Darbari Lal DAV Model School, ND-Block, Pitampura, Delhi for increase in fee for the academic session 2016-17 was rejected by Director (Education) vide order No.F.DE.15/Act-1/WPC-4109/PART/13/605-609 dated 06.03.2017 with the specific direction to rectify the deficiencies as illustrated in the said order and submit compliance report to Dy. Director of Education concerned within thirty days.

And whereas, the Director (Education) had referred to the representation of Darbari Lal DAV Model School against the fee hike rejection order of this Directorate and had decided to give an opportunity to the school to be heard in person.

And whereas, a committee was constituted to hear the case of the school in detail with a view to assist the Director of Education to dispose of the representation.

And whereas, in this connection, an opportunity of being heard was provided to the Manager/HoS of Darbari Lal DAV Model School on 19.05.2017 at 02.30PM at Conference Hall, Ludlow Castle School Sports Complex, Civil Lines, Delhi-110054.

And whereas, the submissions of the schools were heard by the above said committee on 19.05.2017 at 02.30PM and during the hearing, the issues raised in the representation of the school were discussed at length.

And whereas, after examining the proposals of Fee Hike submitted by DAV Schools, it was observed that all DAV schools are run under the aegis of DAV College Management Committee (DAVCMC) which runs a number of schools and colleges in all over India and are following the same accounting and financial procedure across all schools, and these common accounting and financial procedures has led to issues such as making contribution to a pool account maintained by DAV CMC for payment of Leave Encashment and Gratuity, maintenance of three separate bank accounts, payment of Administrative Charges to DAV CMC, collecting Rs. 10,000 as building fund from students, deposit of extra funds of schools to DAVCMC, etc. The above procedures are not in consonance with the provisions of DSEA&R, 1973.

And whereas, in order to understand the procedure being followed as well as to seek clarification/justification on these issues, apart from hearing to the respective schools, as mentioned above, the Management of DAV CMC and Director (DAV CMC) alongwith their Account functionaries were called twice to discuss these issues and to

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obtain necessary clarifications. In this regard, point-wise clarification has been provided by DAV CMC which is as under:

Table 1: Common Observations

S. No.	Common Observation	Clarification given by DAV CMC	Remarks
1.	The school has been paying a sum equal to 4% of the total basic pay of staff of the school to DAVCMC. As per Order no. DE. 15/ Act/ Duggal.Com /203 /99 /23033-23980 dated 15.12.1999 the management is restrained from transferring any amount from the Recognized Unaided School Fund to society or trust or any other institution.	DAV CMC is collecting administrative charges from the schools under its management for providing administrative support and varied facilities viz. financial audit of schools through audit and accounts section, academic audit, training of Principals, teachers and other staff of the schools through centre for academic Excellence, construction and property management by estate department, legal and taxation services, providing services relating to provident fund, gratuity, leave encashment and EDLI etc. In addition, DAV CMC is nominating local management committee, selection committee and building subcommittee for smooth functioning of the schools. DAV CMC is also organizing science, maths and ICT Olympiads and having a separate education board for our schools for classes up to VIIIth Standard. The entire administrative control is being dealt at DAV CMC level. All orders relating to postings, transfers, sanctions of purchases, circulars, notifications etc. are issued from DAV CMC, New Delhi. The DAV CMC has full fledged department for assessment and evaluation of schools, their principals and staff and based on feedback, necessary steps are being taken by DAV CMC for their improvement. We are also	Though practice followed by DAV Schools is not in consonance with DSEA&R, 1973. Keeping in view submission/ justification given by DAV CMC as well as keeping in view the managerial structure of DAV CMC to have a check and balances as well as economy in expenditure, the submissions of DAV CMC are taken on record.

S. No.	Common Observation	Clarification given by DAV CMC	Remarks
		<p>providing legal assistance to various schools for any legal disputes. DAV CMC has engaged staff for the above services and salaries and other statutory payments of staff are being met from these charges collected from schools is nominal considering the nature and quantum of services being provided by the DAV CMC. The schools contribute 4% of the Basic Pay of their staff as administrative Charges. The schools are not required to incur any cost for these services which leads to a huge saving as an institution and helps us bring uniformity across the institution.</p>	
2.	<p>Payments in relation to Gratuity and Leave Encashment</p>	<p>The gratuity and leave encashment benefits of all staff of DAV Schools are administrated/ controlled at Head office through common pool fund. All investments of contributions made by the schools are made by Head office in specified government securities and the payment of claims at the time of retirement and leaving the services are settled by head office. Separate school-wise ledger accounts are being maintained at DAV CMC showing liabilities for gratuity and leave encashment. There is no default of delay in settlement of claims,</p>	<p>During the course of hearing, DAV CMC was asked to submit the details of gratuity and leave encashment liabilities of the school as at 31st March, 2016 as per its books of accounts. Accordingly, the DAV CMC has submitted duly certified ledger account of Gratuity and Leave Encashment for each school.</p> <p>It may be noted that:</p> <ul style="list-style-type: none"> - There is no actuary valuation of gratuity and leave encashment liabilities of the school. - Liabilities and corresponding investments against gratuity and leave encashment are not reflected in the books of accounts of the school. Also, benefit of interest earned on these investments is not passed on to individual school by DAV CMC. <p>Thus, school is hereby</p>

S. No.	Common Observation	Clarification given by DAV CMC	Remarks
			<p>directed:</p> <ul style="list-style-type: none"> - To have actuary valuation of its gratuity and leave encashment liabilities; - To disclose its liabilities on account of gratuity and leave encashment along with the corresponding amount of investments against that in its financial statements from the financial year 2017-18. Also, wherever the existing provisions for these liabilities are in excess of the liabilities determined by the actuary, the excess amount so provided shall be transferred to general reserve fund of the school. In case, the amount currently provided is lesser than amount determined by the actuary, school shall provide the balance amount in a reasonable and prudent manner ensuring that burden of same is spread over the years and not charged in a single year. - To add back the amount of interest, as was earned on gratuity and leave encashment fund by DAV CMC over the years, duly certified by the statutory auditor of the school, in the corresponding investment accounts of the school.
3	Reserve Fund/ Loan with DAVCMC	Some of the schools in order to secure their money deposit with DAV CMC as reserve fund. DAV CMC is paying interest on these deposits @ 8% per annum which is higher than bank FD rates. Out of this reserve fund, loans etc. to the needy schools are arranged and they pay interest on these loans and advances.	As per Order no. DE 15/ Act/ Duggal.Com /203 /99 /23033-23980 dated 15.12.1999 the management is restrained from transferring any amount from the Recognized Unaided School Fund to society or trust or any other institution. Thus, the school is hereby directed strictly to ensure that exact amount of interest is received from the society. This fund is

S. No.	Common Observation	Clarification given by DAV CMC	Remarks
			obviously available to the school and calculations have accordingly been made. Reconciliation statement of interest received /receivable should be attached with next year's fee hike proposal.
4	One time fees collection of Rs. 10,000/-	Some of the schools are charging one time fees of Rs.10,000/- at the time of admission for various student development activities over the period of their stay in the schools which normally is 12 to 14 years. As discussed in the meeting held on 03.07.2017, the collection under this head is being treated as fees to be utilized for meeting establishment and administrative cost.	School is not allowed to charge one time fees at the time of admission for development activity of students. Charging of one-time fees at the time of admission tantamount to capitation fee which is prohibited under section 13 of the Right of Children To Free and Compulsory Education Act, 2009. The school is hereby directed not to charge any such fee from the students in future and to adjust the fee already collected against the monthly fee due. The alleged purposes for which fee is collected seems to be under earmarked levies which ought to be collected on actual basis.
5	Operation of Bank Account in the name of DAVCMC	As per the financial scheme each school maintains three bank accounts viz. School Account and Pupil Fund Account, both being operated by Head of the School and Manager and the third being DAV CMC account which is operated by office bearers of the Managing Committee. The third account has been maintained with a view of exercise financial control over the schools. The schools are required to transfer all fees collections and other revenues to this account and the expenditure of the school is recouped from this account after they are approved by DAV CMC. All schools have to submit expenditure statements alongwith documentary evidences to Head Office who	Accepted, in view of 'Scheme of Management' of the school, as approved by the DoE at the time of granting of recognition to the school, school is allowed to maintain a bank account in the name of 'DAV College Management Committee'. The said bank account can be operated by the office bearers of the DAV College Management Committee.

S. No.	Common Observation	Clarification given by DAV CMC	Remarks
		<p>after examining these allow the expenses to be withdrawn from this account. The schools have to justify the expenditure vis.a.vis. budgets which are submitted by the schools before the start of the financial year. This scheme of management has been approved by Directorate of Education.</p> <p>At times schools are unable to deposit the cheques sent by DAV CMC in time due to postal delay or shortage of funds and as per the accounting practices such cheques have to be shown as cheques in hand at the close of financial year with corresponding credit to DAV CMC. This is only a book entry and these cheques are subsequently cleared from the fee income transferred by the schools to this bank account.</p>	

The above clarifications of DAV CMC are taken on record.

The submissions made by the school are analyzed in light of above discussion with DAV CMC on common observations and in accordance with the provisions of Delhi School Education Act and Rules, 1973 and directions are issued there-under:-

Table -2: Financial discrepancies:-

S. No.	Detail of discrepancy	Submissions of the school	Remarks
1.	As per clause 14 of Order No. F.DE./15 (56)/Act/2009/778 dated 11.02.2009, Development fee, if required to be charged, shall be treated as capital receipt and shall be collected only if the school is maintaining a depreciation reserve fund. Further, development fee can be used for supplementing resources for purchase, upgradation and replacement of furniture, fixtures and equipment.	The school has maintained separate ledger account to monitor the utilisation of development fee. The school has spent Rs. 429 lakhs on the upgradation of furniture, fixtures, other equipments and facilities of the school out of total fee of Rs.	As per clause 14 of the order dated 11.02.2009, school is not allowed to treat development fee as revenue receipt and is required to maintain depreciation reserve fund. School is directed to do proper accounting of the development fee collected and separate fund account should be maintained and

	<p>As per the inspection report,</p> <p>i. The school does not maintain a depreciation reserve fund.</p> <p>ii. Development fee is treated as revenue receipts and the school does not maintain separate fund for Development Fees.</p>	<p>273 lakhs during FY 2015-16. The school is not able to maintain depreciation reserve fund due to paucity of funds.</p>	<p>the same should be utilised for the stipulated purposes in accordance with clause 14 of the order dated 11.02.2009. School is not to charge development fee unless it comply with directions of this Directorate.</p>
2.	<p>As per clause 22 of Order No. F.DE./15 (56)/Act/2009/778 dated 11.02.2009, user charges should be collected on no-profit and no loss basis and should be used only for the purpose for which these are collected. However, the school does not maintain separate fund for these earmarked levies and all incomes and payments in respect thereof are routed through from Income and Expenditure Account only.</p>	<p>The earmarked levies collected are spent for the purpose it was collected. Any surplus is utilised for meeting the shortfall in tuition fee vis-à-vis establishment cost.</p>	<p>Improper response. As per clause 22 of the order dated 11.02.2009, school is to charge earmarked levies on 'no profit no loss' basis and the same are to be utilised for the purposes for which these were collected. Further, school maintain proper books of accounts depicting clearly the amount collected, amount utilised and balance amount. The school should follow DOE instructions in this regard.</p>
3.	<p>Admission fees of some of the students were forfeited due to non-submission of documents or submission of wrong or false documents. This is the violation of clause (a) of Order No. 15 DE/Act/2010/ 726-36 dated 11-02-2011 and clause(a) Order No. F.DE-15/Act/1/08/155/part file/2922-29124 dated 25-02-2015 which stipulates that a school can forfeit registration fees only in case of non-submission or being submitting wrong or false documents.</p>	<p>The school has forfeited the admission fee only in the cases where the parents had withdrawn admissions due to their own reasons.</p>	<p>Compliance shall be verified at the time of next fee increase proposal of the school, if any.</p>
4.	<p>During for the FY 2015-16 the school has dismantled and reconstructed the toilet block. Amount of Rs.2,41,27,956 was incurred for this purpose and charged under Building repair and Maintenance.</p>	<p>Building is 35 years old and major expenditure was incurred for repair and maintenance in the past. During 2015-16, the school carried out repairs work to building to avoid any mishap and injury to</p>	<p>Improper response. School is directed to follow ICAI pronouncements in relation to classification and presentation of expenses in the books of accounts. Further, it may be construed that capital expenditure was incurred</p>

		the students.	and the same is n allowable as it was in Modern School Judgment read with Rule 177 of DSEA & R, 1973 capital expenditure cannot form part of financial fee structure and can be only made out of the savings of the school. School should follow DoE instructions in this regard.																				
5.	<p>Review of the financial statements of the school has revealed that the school has undertaken transaction with the society/ trust DAV CMC during the period under review. Balance outstanding as payable or receivable along with transactions identified from the Financial statements of the school are as follow:-</p> <table border="1" data-bbox="284 929 787 1512"> <thead> <tr> <th>Particulars</th> <th>2015-16</th> <th>2014-15</th> <th>2013-14</th> </tr> </thead> <tbody> <tr> <td>Inter Unit Balance (recoverable) with DAV CMC in Main A/c</td> <td>82,62,973</td> <td>76,50,901</td> <td>70,84,168</td> </tr> <tr> <td>Loan given by School to other DAV Institutions - Main A/c</td> <td>10,00,000</td> <td>10,00,000</td> <td></td> </tr> <tr> <td>Account Balance Due to Publication Division maintained by schools - Boys A/c</td> <td>15,08,051</td> <td>18,62,423</td> <td>17,18,835</td> </tr> <tr> <td>Current Account (Payable) Balance with School/ Colleges (In the books of DAV CMC) Main A/c</td> <td>2,17,82,027</td> <td></td> <td>2,34,01,963</td> </tr> </tbody> </table>	Particulars	2015-16	2014-15	2013-14	Inter Unit Balance (recoverable) with DAV CMC in Main A/c	82,62,973	76,50,901	70,84,168	Loan given by School to other DAV Institutions - Main A/c	10,00,000	10,00,000		Account Balance Due to Publication Division maintained by schools - Boys A/c	15,08,051	18,62,423	17,18,835	Current Account (Payable) Balance with School/ Colleges (In the books of DAV CMC) Main A/c	2,17,82,027		2,34,01,963	<p>School in order to secure their money deposit with DAV CMC as reserve fund. DAV CMC is paying interest on these deposits @ 8% per annum which is higher than bank FD rates. Out of this reserve fund, loans etc. to the needy schools are arranged and they pay interest on these loans and advances.</p> <p>Loan of Rs. 10 lacs was given to associate schools 10-15 years ago to tide over their financial crisis. This is permissible under Rule 177 of DSE A & R, 1973 and we are making efforts to recover the same.</p>	<p>As per Order no. DE 15/ Act/ Duggal.Com /203 /99 /23033-23980 dated 15.12.1999 the management is restrained from transferring any amount from the Recognized Unaided School Fund to society or trust or any other institution. Thus, the school is hereby directed strictly to ensure that exact amount of interest is received from the society. This fund is obviously available to the school and calculations have accordingly been made. Reconciliation statement of interest received /receivable should be attached with next year's fee hike proposal. Compliance shall be verified at the time of next fee increase proposal of the school, if any.</p> <p>School should recover the amount given to society within 60 days from the date of issue of this order.</p>
Particulars	2015-16	2014-15	2013-14																				
Inter Unit Balance (recoverable) with DAV CMC in Main A/c	82,62,973	76,50,901	70,84,168																				
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		<p>The amount payable to DAV publication division is against purchase of books.</p> <p>As per the financial scheme each school maintains three bank accounts viz. School Account and Pupil Fund Account, both being operated by Head of the School and Manager and the third being DAV CMC account which is operated by office bearers of the Managing Committee. The third account has been maintained with a view of exercise financial control over the schools. The schools are required to transfer all fees collections and other revenues to this account and the expenditure of the school is recouped from this account after they are approved by DAV CMC. All schools have to submit expenditure statements alongwith documentary evidences to Head Office who after examining these allow the expenses to be withdrawn from this account. The schools have to justify the</p>	<p>School is directed to implement proper internal control systems in relation to procurement of goods and services ensuring that all transactions are entered at arms' length prices only.</p> <p>Accepted, in view of 'Scheme of Management' of the school, as approved by the DoE at the time of granting of recognition to the school, school is allowed to maintain a bank account in the name of 'DAV College Management Committee'. The said bank account can be operated by the office bearers of the DAV College Management Committee.</p>
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		expenditure vis-à-vis budgets which are submitted by the schools before the start of the financial year. This scheme of management has been approved by Directorate of Education.	
6.	On the inter unit recoverable amount from DAV CMC, the school is accounting for interest receivable and adding to the principal amount without any actual recovery in last 3 years.	School in order to secure their money deposit with DAV CMC as reserve fund. DAV CMC is paying interest on these deposits @ 8% per annum which is higher than bank FD rates. Out of this reserve fund, loans etc. to the needy schools are arranged and they pay interest on these loans and advances.	As per Order no. DE 15/ Act/ Duggal.Com /203 /99 /23033-23980 dated 15.12.1999 the management is restrained from transferring any amount from the Recognized Unaided School Fund to society or trust or any other institution. Thus, the school is hereby directed strictly to ensure that exact amount of interest is received from the society. This fund is obviously available to the school and calculations have accordingly been made. Reconciliation statement of interest received /receivable should be attached with next year's fee hike proposal. Compliance shall be verified at the time of next fee increase proposal of the school, if any.
7.	It is understood that as practice adopted by the schools under the management of DAV CMC, the school provides for Gratuity and Leave encashment expenses being 5% and 3% respectively of Basic Pay and D.A. which is paid to DAV College Management Committee (DAV CMC), which in turn manages and maintains the fund for payment of gratuity and leave encashment to the school employees at the time of retirement.	The gratuity and leave encashment benefits of all staff of DAV Schools are administrated/ controlled at Head office through common pool fund. All investments of contributions made by the schools are made by Head office in specified government securities and the payment of claims at	During the course of hearing, DAV CMC was asked to submit the details of gratuity and leave encashment liabilities of the school as at 31 st March, 2016 as per its books of accounts. Accordingly, the DAV CMC has submitted duly certified ledger account of Gratuity and Leave Encashment for each school.

		<p>the time of retirement and leaving the services are settled by head office. Separate school-wise ledger accounts are being maintained at DAV CMC showing liabilities for gratuity and leave encashment. There is no default of delay in settlement of claims.</p> <p>As per DAV CMC submission, the Gratuity fund and Leave Encashment fund balance of the school as at 31.03.2016 are Rs. 2,13,99,035/- and Rs. 2,08,92,110/- respectively.</p>	<p>It may be noted that:</p> <ul style="list-style-type: none"> - There is no actuary valuation of gratuity and leave encashment liabilities of the school. - Liabilities and corresponding investments against gratuity and leave encashment are not reflected in the books of accounts of the school. Also, benefit of interest earned on these investments is not passed on to individual school by DAV CMC. <p>Thus, school is hereby directed:</p> <ul style="list-style-type: none"> - To have actuary valuation of its gratuity and leave encashment liabilities; - To disclose its liabilities on account of gratuity and leave encashment along with the corresponding amount of investments against that in its financial statements from the financial year 2017-18. Also, wherever the existing provisions for these liabilities are in excess of the liabilities determined by the actuary, the excess amount so provided shall be transferred to general reserve fund of the school. In case, the amount currently provided is lesser than amount determined by the actuary, school
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			<p>shall provide the balance amount in a reasonable and prudent manner ensuring that burden of same is spread over the years and not charged in a single year.</p> <p>To add back the amount of interest, as was earned on gratuity and leave encashment fund by DAV OMC over the years, duly certified by the statutory auditor of the school, in the corresponding investment accounts of the school.</p>
8.	<p>The School prepares its Consolidated Financial Statements by consolidating accounts of 'Main Account' and 'Boys Fund Account'. The consolidated Balance Sheet for the year 2015-16, shows 'Intra-Institution Balance (within school)' amounting to Rs.5,80,31,170 in the assets side. Intra unit balances between 'Main Account' and 'Boys Fund Account' in their respective Balance Sheets are supposed to be set off during consolidation and show no residual balances. Presence of this item in the Consolidated Financial Statements of the school prima facie indicates that the accounts are not presented as per GAAP.</p>	<p>We agree that inter-unit balance should have been set-off in consolidated balance sheet. However, it has not any impact on financial position of the school.</p>	<p>Improper response. School should ensure that proper presentation of all transactions are made in financial statements.</p>

Other discrepancies:

S. No.	Detail of discrepancy	Submissions of the school	Remarks
1.	<p>The school has not provided the complete list of students including EWS students and free-ship students. Therefore, in the absence of the same, it is not possible to comment whether incomes shown in the financial statements corroborated with the fee structure and</p>	<p>Complete records of students including EWS and student-wise details are available with us</p>	<p>No documents are enclosed to substantiate the claim. Compliance shall be</p>

number of students. Also, the school has not provided the list of students which were considered in the budget for FY 2016-17.	based on which accounting entries are passed.	verified at the time of next fee increase proposal of the school, if any.
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And whereas, after going through the representations dated 03.04.2017 and submissions made by the school during the hearing held on 19.05.2017 as well as financial statements/budget of the school available with this Directorate, it emerges that:-

The school is having a surplus fund of Rs. **3,03,85,152/-** as per the following details:-

Particulars	Amount (Rs.)
Cash and Bank balances as on 31.03.16 as per audited Financial Statements	6,43,72,114
Investment as on 31.03.16 as per audited Financial Statements	1,47,66,671
Add: Amount recoverable from DAV CMC (Current Account, Reserve Fund)	82,62,973
Add: Loan given to Other than DAV School	10,00,000
Total	8,84,01,758
Less: Amount payable to DAV CMC	2,17,82,027
Less: Development Fund and Depreciation Reserve Fund#	-
Available Funds	6,66,19,731
Fees for 2015-16 as per financial statement (We have assumed that the amount received in 2015-16 will at least accrue in 2016-17)	28,09,54,642
Other income for 2015-16 as per financial statement	2,28,74,079
Estimated availability of funds for 2016-17	37,04,48,452
Less: Budget expenses for the session 2016-17 as submitted by school management*	34,00,63,300
Net Surplus	3,03,85,152

#In the balance sheet of the school for FY 2015-16, development fee fund is Nil while depreciation reserve fund is Rs. 10,29,26,880/-. The school has created the depreciation reserve fund for the first time in the FY 2015-16 and hence the same was not considered in the above calculations.

*School has budgeted for Vehicles (3 buses) which amounts Rs. 60,00,000/-. This expenditure is not considered in the above calculation as same cannot be charged from each student and the school should purchase the vehicles out of the accumulated surplus generated from transport fee.

And whereas, in view of the above examination, it is evident that the school is having sufficient surplus funds even after meeting all the budgeted expenditure for the financial year 2016-17.

And whereas, as per clause 22 of Order No. F.DE./15 (56) /Act /2009 / 778 dated 11/02/2009, user charges should be collected on no profit and no loss basis and should be used only for the purpose for which these are collected. Accordingly, the school is advised to maintain separate fund in respect of each earmarked levies charged from students in accordance with the DSEA & R, 1973 and orders, circulars, etc., issued there under. If there are large surpluses under any earmarked levy collected from the students, the same shall be considered or adjusted for determining the earmarked levy to be charged in the next academic session.

And whereas, as per clause No. 14 of Order No. F.DE./ 15(56)/ACT/2009/778 dated 11.02.2009, 'Development Fee, not exceeding 15% of the total annual tuition fee may be charged for supplementing the resources for purchase, up-gradation and replacement of furniture, fixture and equipment. Development Fee, if required to be charged, shall be treated as capital receipt and shall be collected only if the school is maintaining a depreciation reserved fund, equivalent to the deprecation charged in the revenue accounts and the collection under this head along with and income generated from the investment made out of this fund, will be kept in a separately maintained development fund account.' Accordingly, school is advised to maintain separate development fund and utilized the same strictly in accordance with the DSEA & R, 1973 and orders, circulars, etc., issued there under.

And whereas, it is evident that the school is not maintaining development fund and depreciation reserve fund account in proper manner in accordance with clause 14 of Order No. F.DE./15 (56) /Act /2009 / 778 dated 11/02/2009. The school has followed unsustainable financial practices and using development fund for non permissible items. Hence, development fee already charged @15% has in reality been used for other purposes, and in effect already tantamount to a hike on tuition fee. School must not charge development fee unless it comply with instructions of this Directorate in this regard.

And whereas, these recommendations along with relevant materials were put before Director of Education for consideration and who after considering all the material on the record has found that the school is having sufficient funds to meet the financial implications for the financial year 2016-17 and the representation dated 03.04.2017 and subsequent submissions made in this regard find no merit in respect of sanction for increase in fee and hereby rejected on the basis of above mentioned observations.

Accordingly, it is hereby conveyed that the representations for fee hike of Darbari Lal DAV Model School, ND-Block, Pitampura, Delhi, has been rejected by the Director of Education.

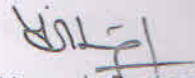
Further, the management of said school is hereby directed under section 24(3) of DSEAR 1973 to comply with the following directions:

1. Not to increase fee for the session 2016-17. If, in case, increased fee has already been charged from the parents, the same shall be refunded/ adjusted.

2. To comply with all the directions/ instructions as mentioned in this order.
3. In the light of Judgment of Modern School vs Union of India, the salaries and allowances shall come out from the fees whereas capital expenditure will be a charge on the savings. Therefore it is to be ensured not to include capital expenditure as a component of fee structure to be submitted by the school under section 17(3) of DSEA&R, 1973.
4. The fee should be utilised as per letter and spirit of Rule 177 of the DSEA & R, 1973 and the judgement of the Hon'ble Supreme Court in the case of Modern School Vs Union of India (2004).

Non compliance of the order shall be viewed seriously.

This issues with the prior approval of the Competent Authority.


(Yogesh Pratap)
Deputy Director of Education
Private School Branch
Directorate of Education

To

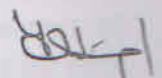
The Manager/HoS
Darbari Lal DAV Model School,
ND-Block, Pitampura, Delhi

No. F. DE-15/ACT-I/WPC-4109/PART/13/ 959

Dated: 13/10/2017

Copy to:-

1. P.S. to Secretary (Education), Directorate of Education, GNCT of Delhi.
2. P.S. to Director (Education), Directorate of Education, GNCT of Delhi.
3. P.A. to Addl. Director of Education (Private School Branch), Directorate of Education, GNCT of Delhi.
4. DDE concerned.
5. Guard file.


(Yogesh Pratap)
Deputy Director of Education-1
Private School Branch
Directorate of Education