



## UNIVERSITY GRANTS COMMISSION

### Finance Circular Letter No. 01/2021

14<sup>th</sup> December 2021

Vice-Chancellors of Universities  
Rectors of Campuses  
Directors of Institutes

#### Annual Allocation - 2022

#### HEAD No. 214 – University Grants Commission (UGC)

The Budget Estimates - 2022 have been prepared in consultation with the Universities/HEIs and submitted to the Department of National Budget (NBD) as approved by the University Grants Commission at its 1062<sup>nd</sup> meeting held on 02<sup>nd</sup> September 2021.

Accordingly, NBD recommended the Capital Block Grant (CBG) and Recurrent Block Grant (RBG) for the year 2022 and approved by the Parliament of Sri Lanka on 10<sup>th</sup> December 2021.

#### Summary of Annual Allocation – 2022 (Rs. Mn)

Category/Object title	Revised Budget 2021	Actual Expenditure up to 31 <sup>st</sup> October 2021	Estimates submitted by the UGC - 2022	Estimates approved NBD - 2022
Recurrent Grants	53,995	44,692	66,603	57,275
Capital Grants	8,400	5,355	41,137	8,000
<b>Total</b>	<b>62,395</b>	<b>50,047</b>	<b>107,740</b>	<b>65,275</b>

The University wise allocation - 2022 is given in Recurrent Grants (Annex -1) and Capital Grants (Annex-II)

### **1. Preparation of Annual Budget**

The National Budget Department allocates funds considering the Higher Education policy guidelines of the National Policy Framework Vistas of Prosperity and Splendour while controlling the pandemic situation and managing economic challenges arisen due to Covid 19. Accordingly, universities/HEIs are requested to prepare the Annual Action Plan of the University as per approved allocation for the year 2022.

The specific guidelines for the preparation of budget - 2022 and specimen Formats I – XII are given in this circular.

### **2. Expenditure Management and Issue of Quarterly Warrants**

Quarterly warrants will be issued instead of annual warrants for authorizing the expenditure of government institutions after passed of the annual appropriation bill in the Parliament. Therefore universities/HEIs required to prepare and submit recurrent and capital expenditure plans quarterly basis subject to the quarterly ceilings already submitted by the universities (Please refer National Budget Circular No.02/2021 dated 06<sup>th</sup> December 2021 for further details).

### **3. Capital Block Grant (CBG)**

CBG has been allocated to the Universities/HEIs considering the progress of the ongoing construction projects and infrastructure required to facilitate additional students' intake of the universities.

The universities/HEIs are requested to allocate funds for the capital projects considering the priority order of the university. New construction projects should not be commenced without completing ongoing construction projects.

### **4. Continuation of UGC funded projects**

- a) Establishment of Technology Faculties in Universities – Rs. 1,250Mn
- b) Accommodation facilities to Faculty staff of the universities – Rs. 10Mn
- c) Establishment of Faculty of Medicine – Wayamba University of Sri Lanka – Rs. 80Mn
- d) Support the University of Colombo for new initiatives undertaken by the Department of Statistics – Rs.70 Mn
- e) Encourage accreditation with professional bodies of international repute–UGC. - Rs. 25Mn
- f) Establishment of Colombo North Centre for Liver Diseases, University of Kelaniya. - Rs. 235Mn

### **5. Funds for Additional Student Intake**

A special funding programme has been approved by the Cabinet of Ministers on 18<sup>th</sup> October 2021 to facilitate Additional Student Intake of the Universities/HEIs. The 1<sup>st</sup> phase of the programme has already been informed to the universities with additional funds recommended by the UGC.

## 6. Projects financed by Head No. 126 - Ministry of Education

No	Name of the University/HEIs and the Project	Funding Agency	Allocation - 2022 Rs.Mn
1	12 Storied Building – Faculty of Medicine – University of Ruhuna	GOSL-MoE	260
2	Faculty of Medicine – Sabaragamuwa University	GOSL-MoE	300
3	Professorial Unit - Faculty of Medicine – University of Ruhuna	GOSL-MoE	275
4	Centre of Naval Studies and Shipping – University of Ruhuna	GOSL-MoE	150
5	Faculty of Allied Health Science - University of Ruhuna Faculty of Medicine –University of Sri Jayewardenepura	GOSL-MoE	250
6	17 Storied Building - Faculty of Medicine- University of Colombo	GOSL-MoE	250
7	Faculty of Agriculture - University of Jaffna	GOSL/JICA	20
8	Faculty of Health Care Science - Eastern University	GOSL/Kuwait	820
9	Township Project - Wayamba University	GOSL/Saudi	400
10	Swami Vipulananda Institute of Aesthetic Studies	GOSL/India	100
11	Faculty of Medicine - Sabaragamuwa University	GOSL/Saudi	400
12	Faculty of Medicine - University of Moratuwa	GOSL/Kuwait	191
13	Science & Technology HRD Projects- Faculties of Technology - SUSL/KLN/RUSL and FoE-USJP	GOSL/ADB	2,900

## 7. Recurrent Expenditure Block Grant (RBG)

Recurrent Expenditure Block Grant for the year 2022 has been allocated by the NBD based on the estimates submitted by the Universities/HEIs.

## 8. Funding for Student Bursaries and Mahapola – Treasury Contribution

The student Bursaries and Mahapola Scholarships will be paid as per the instructions given in the Commission Circular No.02/2019 and 03/2019.

## 9. Funds for the Postgraduate Institutes

Postgraduate Institutes are advised to finance their budget by the generated income. Capital Funds are allocated based on Public Investment Programme recommended by the Capital Projects Monitoring Committee and approved by the UGC. RBG for the Postgraduate Institutes are considered and allocated only to manage their permanent cadre positions as approved by the UGC.

## 10. The Master Procurement Plan and the Detailed Procurement Plan

Universities/HEIs are required to prepare the Master Procurement Plan and detailed Procurement Plan as per the instructions given in the Public Finance Circular No.02/2020 dated 28.08.2020 and the Guideline No. 13 (Procurement Guideline reference 4.2.1). The Master Procurement Plan should be submitted with the Annual Budget - 2022.

### 11. Annual Action Plan

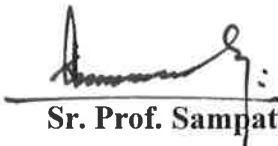
Universities/HEIs are required to prepare an Action Plan for the year 2022 as per the Format XII and Public Finance Circular No. 02/2020 dated 28.08.2020. Funds for the capital projects will be released by the General Treasury based on the progress of the Action Plan.

### 12. Progress Monitoring of Ongoing Construction Projects

Universities are requested to monitor the progress of the on-going construction projects to ensure on time completion of the projects and submit quarterly progress report as per the Format XIII. Two progress review meetings will be conducted by Capital Project Monitoring Committee (CPMC) of the UGC via zoom during the month of July and October 2022.

### 13. General Guidelines

- a) In terms of section 8 (2) (b) of the Finance Act. No. 38 of 1971 the approval of the Hon. Minister in charge of the subject of finance and the concurrence of the Line Minister should be obtained before incurring capital expenditure in excess of Rs.500,000/-. Therefore Universities/HEIs are requested to submit their capital expenditure program to the UGC to obtain approval of the Hon. Minister of Finance in this regard.
- b) Please e-mail ([budget@ugc.ac.lk](mailto:budget@ugc.ac.lk)) a **soft copy of the Budget prepared as per Format I to XII, Master Procurement Plan and Action Plan** for the year 2022 on or before **20<sup>th</sup> December 2021** with a copy to National Budget Department.
- c) This Circular together with all annexes are available for download at [www.ugc.ac.lk](http://www.ugc.ac.lk)
- d) If further clarifications are required in this regard, please contact Accountant /UGC on 011-2685021 or e-mail - [finance@ugc.ac.lk](mailto:finance@ugc.ac.lk). or Senior Assistant Accountant/Budget & Finance on 011-2123490.



**Sr. Prof. Sampath Amaratunge**  
**Chairman**

- Cc:
1. Secretary/Ministry of Education
  2. Director General- National Budget Department
  3. Vice-Chairman/UGC
  4. Secretary/UGC
  5. Registrars of Universities
  6. Accountant/UGC
  7. Bursars of Universities/SAB/AB/ of Institutes/Campuses
  8. Internal Auditor/UGC
  9. Engineer/IDD/UGC
  10. Snr. Asst. Accountant/UGC
  11. Auditor General

**Allocation - 2022**  
**Head No. 214 - University Grants Commission**  
**Summary - Recurrent Grant**

Rs. '000

	University/Institute	Personal Emoluments	Other Recurrent	Total Recurrent
1	University Grants Commission	382,000	300,000	<b>682,000</b>
	Mahapola & Bursary	-	1,825,000	<b>1,825,000</b>
2	University of Peradeniya	7,500,000	780,000	<b>8,280,000</b>
3	University of Colombo	4,560,000	405,000	<b>4,965,000</b>
4	University of Sri Jayewardenepura	5,300,000	820,000	<b>6,120,000</b>
5	University of Kelaniya	4,110,000	300,000	<b>4,410,000</b>
6	University of Moratuwa	2,898,000	580,000	<b>3,478,000</b>
7	University of Jaffna	3,150,000	520,000	<b>3,670,000</b>
8	University of Ruhuna	3,960,000	590,000	<b>4,550,000</b>
9	The Open University of Sri Lanka	2,400,000	-	<b>2,400,000</b>
10	Eastern University, Sri Lanka	1,510,000	335,000	<b>1,845,000</b>
11	South Eastern University of Sri Lanka	1,410,000	300,000	<b>1,710,000</b>
12	Rajarata University of Sri Lanka	1,830,000	387,000	<b>2,217,000</b>
13	Sabaragamuwa University of Sri Lanka	1,819,000	400,000	<b>2,219,000</b>
14	Wayamba University of Sri Lanka	1,490,000	350,000	<b>1,840,000</b>
15	Uva Wellassa University	865,000	400,000	<b>1,265,000</b>
16	University of the Visual & Performing Arts	985,000	300,000	<b>1,285,000</b>
17	Gampaha Wickramarachchi University of Indigenous Medicine	540,000	120,000	<b>660,000</b>
18	University of Vavuniya	460,000	120,000	<b>580,000</b>
19	Trincomalee Campus	336,000	135,000	<b>471,000</b>
20	Postgraduate Institute of Agriculture	62,000	-	<b>62,000</b>
21	Postgraduate Institute of Archaeology	73,000	15,000	<b>88,000</b>
22	Postgraduate Institute of Science	23,000	-	<b>23,000</b>
23	Postgraduate Institute of Pali & Buddhist Studies	80,000	-	<b>80,000</b>
24	Postgraduate Institute of English	35,000	-	<b>35,000</b>
25	Postgraduate Institute of Humanities & Social Sciences	20,000	-	<b>20,000</b>
26	Postgraduate Institute of Indigenous Medicine	22,000	10,000	<b>32,000</b>
27	Postgraduate Institute of Medical Sciences	5,000	3,000	<b>8,000</b>
28	Institute of Indigenous Medicine	610,000	95,000	<b>705,000</b>
29	Institute of Human Resource Advancement	97,000	-	<b>97,000</b>
30	University of Colombo School of Computing	381,000	32,000	<b>413,000</b>
32	Institute of Technology University of Moratuwa	405,000	95,000	<b>500,000</b>
33	National Institute of Library and Information Sciences	31,000	-	<b>31,000</b>
34	Institute of Biochemistry, Molecular Biology and Biotechnology	98,000	13,000	<b>111,000</b>
35	Swami Vipulananda Institute of Aesthetic Studies	268,000	75,000	<b>343,000</b>
36	The National Centre for Advanced Studies in Humanities & Social Sciences	20,000	10,000	<b>30,000</b>
37	Institute for Agro-Technology and Rural Sciences	75,000	10,000	<b>85,000</b>
38	Postgraduate Institute of Medicine	140,000	-	<b>140,000</b>
	<b>TOTAL</b>	<b>47,950,000</b>	<b>9,325,000</b>	<b>57,275,000</b>

**Allocation - 2022**  
**Head No. 214 - University Grants Commission**  
**Summary - Capital Grant**

Rs. '000

	University/Institute	Capital
1	University Grants Commission	200,000
2	University of Peradeniya	550,000
3	University of Colombo *	400,000
4	University of Sri Jayewardenepura	550,000
5	University of Kelaniya **	450,000
6	University of Moratuwa	550,000
7	University of Jaffna	450,000
8	University of Ruhuna	375,000
9	The Open University of Sri Lanka	30,000
10	Eastern University, Sri Lanka	260,000
11	South Eastern University of Sri Lanka	260,000
12	Rajarata University of Sri Lanka	285,000
13	Sabaragamuwa University of Sri Lanka	350,000
14	Wayamba University of Sri Lanka	210,000
15	Uva Wellassa University	210,000
16	University of the Visual & Performing Arts	250,000
17	Gampaha Wickramarachchi University of Indigenous Medicine	150,000
18	University of Vavuniya	150,000
19	Trincomalee Campus	225,000
20	Postgraduate Institute of Agriculture	4,500
21	Postgraduate Institute of Archaeology	4,500
22	Postgraduate Institute of Science	4,500
23	Postgraduate Institute of Pali & Buddhist Studies	71,000
24	Postgraduate Institute of English	4,500
25	Postgraduate Institute of Humanities & Social Sciences	4,500
26	Postgraduate Institute of Indigenous Medicine	4,500
27	Postgraduate Institute of Medical Sciences	2,000
28	Institute of Indigenous Medicine	50,000
29	Institute of Human Resource Advancement	10,000
30	University of Colombo School of Computing	55,000
32	Institute of Technology University of Moratuwa	15,000
33	National Institute of Library and Information Sciences	5,000
34	Institute of Biochemistry, Molecular Biology and Biotechnology	10,000
35	Swami Vipulananda Institute of Aesthetic Studies	30,000
36	The National Centre for Advanced Studies in Humanities & Social Sciences	100,000
37	Institute for Agro-Technology and Rural Sciences	25,000
38	Postgraduate Institute of Medicine	25,000
36	Establishment of Technology Faculty of the Universities	1,250,000
37	Accommodation facilities to Faculty staff of the Universities	10,000
38	Infrastructure facilities for introduction of new courses for the Faculty of Medicine - Wayamba University (Phase I)	80,000
39	Encourage accreditation with Professional bodies of International repute	25,000
40	Support the University of Colombo for new initiatives undertaken by the Department of Statistics	70,000
41	Establishment of Colombo North Centre for Liver Diseases, University of Kelaniya	235,000
	<b>TOTAL</b>	<b>8,000,000</b>

\* Includes provision for the establishment of a Centre for Diagnosis and Research in Cancer (CeDARC)

\*\* Includes Provision for the procurement of equipment for Center for Liver Disease