



UNIVERSITY GRANTS COMMISSION

Finance Circular Letter No. 09/2023

28th November 2023

Vice Chancellors of Universities
Rectors of Campuses
Directors of Institutes

RECKONING OF ACADEMIC ALLOWANCE, MONTHLY COMPENSATORY ALLOWANCE, AND COST OF LIVING ALLOWANCE FOR THE COMPUTATION OF THE UNIVERSITIES PROVIDENT FUND (UPF) LOAN.

Your attention is invited to the Finance Circular Letter No.06/2007 dated 31.08.2007 on Provident Fund Loan.

02. The Commission at its 1104th meeting held on 22nd June 2023 approved to consider the Academic Allowance, Monthly Compensatory Allowance (MCA), and the Cost of Living Allowance as the fixed allowances attached to the salary for the computation of 60% loan recovery limit for the payment of the Universities Provident Fund Loan.

03. Accordingly, the meaning of the “salary” in paragraph II (Criteria to be followed in deciding the quantum of the loan) of the Finance circular letter No.06/2007 should be read as Basic Salary, Academic allowance, MCA, and the Cost of Living Allowance for the computation of 60% loan recovery limit of the employee’s salary.

04. Accordingly you are requested to implement the provision of this circular with effect from 01st January 2024. The other provisions of the Finance Circular Letter No.06/2007 of 31.08.2007 are remained unchanged.


Senior Professor Sampath Amaratunge
Chairman

- Cc:
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