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1. Vision Statement:

To be the most globally recognised Knowledge Enterprise in Asia.

2. Mission Statement :

To be the leading Knowledge Enterprise for technological and related disciplines in Asia by:

- Providing transformative education that nurtures the inquiring mind and develops skills for a diversity of challenges;
- Carrying out nationally relevant and high-impact research to expand the boundaries of knowledge;
- Promoting entrepreneurship and facilitating technology transfer;
- Providing expert services to the State, Industry and the Society as an Internationally positioned National University; and
- Contributing to sustainable, scientific, technological, social and economic development of Sri Lanka.

3. Vice Chancellor's Review :

1.0 Introduction

The University of Moratuwa (UoM), the successor to the Institute of Practical Technology, Katubedda set up in 1960 and the Ceylon College of Technology set up in 1966, commenced functioning as a University on 15th February 1972. The UoM consists of three Faculties, namely, Architecture, Engineering and Information Technology. It offers eleven Bachelors degree programs to students selected by the University Grants Commission (UGC) and fifty six postgraduate programs.

The University of Moratuwa is undisputedly the best technological University in Sri Lanka today. A global ranking of Universities in 2010 has ranked the **UoM as the best University in Sri Lanka** and among the top twenty Universities in the South Asian region. More importantly, The UoM over the last three years has improved its global ranking from **3143th** position in 2007 to the **2324th** position in 2010.

The short term mission of UoM is to “produce **world class graduates** in technological fields – who can gain admission easily to any postgraduate program of a reputed world class University, to secure employment competing with graduates from any other world class technical university and to perform as well as any graduate from an internationally reputed world class University - in an environment that provides a rewarding experience for our students and staff alike, and thereby become nationally relevant and internationally recognised”.

Therefore, the goal of UoM is to produce academically sound, self confident, flexible, highly employable internationally recognized quality graduates who can “hit the ground running” from day one, and to train our students to become “job creators” and not necessarily “job seekers” when they graduate. What is not yet realized by most is that the UoM produces highly employable world class quality graduates in engineering, architecture, quantity surveying, design, town and country planning and information technology at **a cost of approximately US\$ 6000** per student, which is less than the annual salary of most of our new graduates.

This review first looks at the achievements of the UoM and the recognitions achieved by the UoM in 2010 for staff and student activities. Thereafter, it looks at corporate planning done by the UoM, the capital investments made by the GOSL and the University Industry interactions. A summary on the achievements of the UoM’s corporate goals and objectives concludes the Vice-Chancellor’s review for the year 2010.

2.0 Achievements and Recognitions

In 2000, the UoM established the Institute of Technology, University of Moratuwa (ITUM) to offer the National Diploma of Technology (NDT) program separately from the University. At that time, the University had two Faculties, Engineering and Architecture, with an undergraduate population of 2300 students. The NDT program had 1050 Diploma students. The Faculty of Engineering offered one degree program, B. Sc. Eng in nine fields of study while the Faculty of Architecture offered two degree programs, B.Sc in Built Environment and B.Sc in Quantity Surveying.

By 2010, the UoM had three Faculties with an undergraduate student population of 4699 and 1050 NDT Diploma students of the ITUM, within the same premises. The Faculty of Engineering offers three degree programs, B. Sc. Eng. Hons., B.Sc Hons. in Transport and Logistics Management and B Design in Fashion Design and Product Development. The Faculty of Architecture offers five degree programs, B. Architecture, B. Design, B.Sc Hons. in Quantity Surveying, B.Sc Hons. in Facilities Management, and B.Sc. Hons. in Town and Country Planning, while the Faculty of Information Technology offers three degree programs, B.Sc in Information Technology, B.Sc. Hons. in Information Technology and the new program B.Sc. Hons. in Information Technology and Management.

The University admitted 1241 new undergraduates as its annual intake in June 2010, becoming the first University to admit its full cohort of students. It must be

highlighted that the increase of over 100% of the undergraduate population during the last ten years, from 2300 to 4699 students, and 36% increase of the annual intake by the year 2010 from 2005, to meet the increasing demand for our degree programs in technological disciplines by students and their parents, is significant and noteworthy.

Despite increasing the annual intake between 2005 and 2010 by over 36% with limited facilities, the UoM is proud that it has improved quality and relevance of all of its graduates. A tracer survey done in 2010, on employment patterns of graduates, reported that over 95% of all graduates and over 99.5% of the engineering graduates were employed within three (03) months after their final examination, showing that despite the recent economic downturn, the graduates of the UoM are much sought after by the industry.

In 2010, 1002 (90%) of 1120 students, who sat the final examinations graduated within the minimum stipulated time period to obtain the first degree. The number of degrees awarded at the General Convocations in 2010 was 1302 of which 875 were bachelors degrees and 427 postgraduate (Ph.D, M.Phil, M.Eng, M.Sc, MBA) degrees and diplomas.

The University holds a monthly “Pasuviparama” meeting chaired by the Vice-Chancellor between the University Officers and the representatives of all the Trade Unions to discuss how the productivity of the University and the staff could be improved to achieve the objectives of the University. In addition, a monthly liaison meeting is held between the Officials of the University and the office bearers of all the Student Unions, chaired by the Vice-Chancellor to discuss important issues related to the student community that need to be addressed within the month. Further, all Faculties hold a monthly Staff-Student Liaison meeting, chaired by the Dean of the Faculty to discuss and resolve all the student issues at the Faculty level. All of these meetings are incorporated into the annual calendar of the University.

The year 2010 was an excellent year for the UoM in terms of recognitions received through the performance of its staff and students in many important niche areas worldwide. Prof. N.T.S Wijesekera was awarded the 2010 Committee of Vice-Chancellors and Directors (CVCD) Award for the Best Researcher in Engineering, Technology and related disciplines, which is awarded every two years for the entire University system in Sri Lanka.

At the **Google Summer of Code (GSoC)**, one of the most recognised global competitions to measure talent, creativity and performance of students, the UoM

continued its dominance globally. With 28 awards, the UoM won the highest number of awards in 2010 competition. Thereby, the students of UoM have won the highest number of awards at each of the annual competitions held from 2007 to date (i.e 2007, 2008, 2009 and 2010).

The UoM was ranked as the **top University worldwide** in terms of the number of awards received by students from the Google Summer of Code's inception in 2005 to 2010. By winning 109 awards in total, the UoM became the first University to achieve over 100 awards and has won more than double the number of awards won by the second ranked University globally. Over the six years of the competition, the students of the UoM have earned nearly US\$ 500,000 (Rs. 50 million) for Sri Lanka.

Two students from the Department of Architecture won the "Gold" and "Silver" awards at the Birla White Yuvaratna Awards 2009 at a ceremony held in Mumbai, India in January 2010. A student from the Department of Electronics and Telecommunication Engineering won a World Prize during the Postgraduate Diploma in Marketing conducted by the Chartered Institute of Marketing. Two students won the Manthan South Asia Award 2010 in the category of "e-Localization" and the Joomla! Student Outreach Program (JSOP) 2010 while two other students won Bronze medals at the International Physics Olympiad 2010.

Building on the success of 2009, where a student team from the University emerged victorious among 721 teams from more than 40 countries that competed in the **IEEEExtreme** global competition, organized by the Institute of Electrical and Electronic Engineers (IEEE) of the USA, (which is considered to be the world's most extreme programming competition), many student teams from the UoM competed in 2010. The best result in 2010 was eleventh place globally. IEEEExtreme is a global 24-hour online contest where student teams of three representing student branches of IEEE around the world solve a challenging set of programming problems posed by the IEEE. This victory in 2009 and performance in 2010 were of huge significance as it brought recognition to our country, the UoM and the computer programming and IT industry of Sri Lanka.

3.0 Master Plan and Corporate Plan

Master Plan

The Master Plans for the UoM have been developed for 2011, 2021 and 2031 by a team of staff members from the Faculty of Architecture. All the development activities at the UoM in 2010 were carried out in accordance with the Master Plan 2011 and the Corporate Plan 2007-2011 which was revised in 2009.

The Corporate Plan 2011-2016 was developed after extensive discussion with all stakeholders and had been approved by the University Council in October 2010.

4.0 Capital Investments at the University of Moratuwa

The UoM was fortunate to complete another three construction projects in 2010 out of the following projects that were under construction during the last five years.

	Project	Value	Status
1.	Hostel – Stage 2	Rs. 80 million	Completed
2.	Faculty of Information Technology – Phase 1	Rs. 272 million	Completed
3.	Mechanical Engineering Building	Rs. 130 million	Completed
4.	Chemical and Process Engineering Building	Rs. 99 million	Completed
5.	Extension to the Class room block – Phase 1	Rs. 47 million	Completed
6.	Extension to the Class room block – Phase 2	Rs. 96 million	Completed
7.	Architecture Faculty – Phase 1	Rs. 70 million	Completed
8.	Civil Engineering Research Centre	Rs. 70 million	On-going
9.	Extension to Clothing and Textile Building	Rs. 83 million	On-going

The capital investment from funds received from the Government during 2010 was Rs. 80 million for construction, Rs. 17 million for rehabilitation of capital assets and Rs. 58 million for purchase of new equipment. The University completely utilized this allocation given by the UGC. In addition, the UoM received as donations Rs. 19 million for capital investments and utilised Rs. 16 million of its generated income from the University Development Fund and the Departmental Development Funds in accordance with Public Finance Circular 380 to purchase capital equipment.

The UoM obtained investments under donor funded projects such as IRQUE of the World Bank through Ministry of Higher Education and sponsorship from Industry for quality inputs such as equipment, staff training, upgrading of IT centres, laboratories, library, activity and multi-purpose rooms, books, journals, computers and educational software to create a stimulating and supportive environment for teaching and learning. The total investment from the IRQUE project during the period 2005 to 2010 was Rs.366 million of which Rs. 34 million was for construction and Rs. 230 million was for purchase of new equipment. Similarly, Rs. 81 million has been received up to 2010 from the Ministries of Industrial Development, and Research and Technology, to set up the Rapid Prototype machine and the Die and Mould Facilitation Centre for enterprise activities, respectively.

5.0 University Industry Interaction

The UoM has significant interaction with the Industry and Society through Postgraduate courses, Short courses, Training and Continuous Professional

Development (CPD) courses, Research Seminars, Workshops, Consultancy and Testing assignments, Department Industry Consultative Boards, Faculty Industry Consultative Boards and Corporate Social Responsibility activities. The University strongly encourages these interactions with the Industry as they bring benefit to the staff members, students and the institution and also to the study programmes.

The UoM has established the University Industry Interaction Cell (UIIC) to facilitate this process internally, in order to fulfill the following objectives:

- Identify Public and Private Sector Organizations willing to establish links with the University.
- Move successful University Research projects and expertise to the Industry through joint research and development, consultancy and transfer of technology.
- Identify and meet Continuous Professional Development (CPD) needs of Industry.

It has already proved, the value in linking University academics and Industry leaders which has resulted in undertaking and successfully completing several projects of National interest. The UGC has used the highly successful UIIC model at UoM to request all Universities to set up University Industry Community Interaction Cells. In addition, the staff members of the UoM have set up Uni-Consultancy Services, a non-profit Association incorporated under the Registrar of Companies to act as the external arm of the University for Industry Interaction.

The Dialog UoM Research Laboratory for Communications which has been a successful model for industry based research and product development in telecommunications obtained its first patent while two others are pending. The success of the Dialog UoM Research Laboratory has led to the establishment of the “Microsoft Laboratory”, “Zone 24 x 7 UoM Research Laboratory” for electronics related new technologies and the “Cargils UoM Research Laboratory” for food technology. The “D Samson International UoM Research Laboratory” for latex technology was set up in 2010. Negotiations are under way for research laboratories for Electrical Engineering and Civil Engineering as well.

The Bachelor of Design (Fashion Design and Product Development) degree program was set up at the UoM as collaboration between the Ministry of Industrial Development, London College of Fashion and the UoM. Based on its success, the UoM and the Ministry of Industrial Development have entered into a number of collaborative projects that would benefit the Industrial sector of Sri Lanka.

A Rapid Prototyping machine costing Rs. 40 million has helped the electronic and electrical manufacturing sector to produce and test their prototypes in Sri Lanka itself. A Die and Mould Center costing Rs. 100 million was also set up at the UoM by the

Ministry of Industrial Development that would immensely benefit the Die and Mould manufacturers in Sri Lanka. Also, projects such as conversion of 3 wheel vehicles to run on electricity and upgrading of Coir manufacturing processes, have been undertaken through collaborative arrangement between the Ministry of Industrial Development and the Industry Associations.

The policy of the University Council is to ensure that all staff members fulfil their defined academic work norms and academic loads for undergraduate activities to ensure that they are academically accountable for the grant given by the UGC from the Consolidated Fund of the Government, while engaging in University-Industry Interaction activities including postgraduate programmes specifically targeted to the local industry. With that encouragement, the staff members continue to undertake innovative research and consultancy projects on behalf of the Government, Donor Agencies, and the Industry, contributing immensely to National Development as well as generating income for the University.

All of the other services provided by the University to the Industry and Society, such as Postgraduate courses offered for higher learning, training & qualification upgrading of graduates, Training programmes, CPD courses, Research and Development projects, Seminars, Workshops and other academic assignments conducted to develop and transfer knowledge and technology, Consultancy and Testing assignments to Industry, External degrees and Corporate Social Responsibility activities, are on **Cost Recovery** (self-financing) and **Non-Profit** basis according to Public Finance Circular 380. In 2010, the UoM generated Rs. 244 million through such **Cost Recovery** (self-financing) activities. Thereby, the UoM has fulfilled its obligations to the Society and Industry at **no cost** to the Government of Sri Lanka.

6.0 Summary

The year 2010, was an excellent year as the UoM produced highly employable internationally recognized quality graduates on schedule, achieved most of its corporate objectives and created globally noteworthy achievements through activities of its staff and students.

It must be highlighted that in 2010, 90% of the students who sat their final examinations graduated within the minimum stipulated time period to obtain the first degree. Despite increasing the annual intake between 2005 and 2010 by over 36% with limited facilities, the UoM is proud that it has improved quality and relevance of all of its graduates. A tracer survey done in 2010 on employment patterns of graduates, reported that over 95% of all graduates and over 99.5% of the engineering

graduates were employed within three (03) months after their final examination, showing that despite the recent economic downturn, the graduates of UoM are much sought after by the employers. This is noteworthy as it was achieved despite the financial restrictions faced by the University system in Sri Lanka.

Due to the UoM's disciplined academic activities, industry oriented research and consultancy services, a belief is created amongst the industry, academic community and university students that the UoM is the "Best University" in Sri Lanka. This belief was strengthened by the high ranking of UoM in 2010, and the outstanding performances of its academic staff and students. This also appears to be the perception amongst new students entering the UoM. For example in 2010, over 98% of the top 10% of students on the Advanced level merit list chose the Faculty of Engineering at UoM for their undergraduate studies. This is a significant achievement as only the top 10% of the students on merit list at the last Advanced level examination are guaranteed the University of their choice for entry by the UGC.

It must be highlighted that the significant increase of the undergraduate population, from 2300 to 4699 students, during the last ten years has **not been** supported by the infrastructure improvements required to meet such an increase. As a result, the UoM is highly congested lacking the essential facilities even to meet the demand of its present student population. It must also be noted that **only 17% of the students at the UoM are provided with hostel facilities**, which is the lowest percentage amongst the established Universities. Despite the construction of a new hostel in 2007, the impact of it on the available hostel facilities is not significant. Further, the UoM lacks sufficient canteen and toilet facilities to meet the demand of this significant increase in the student population.

The funds provided for capital expenditure during the year 2010 were not up to the desired levels, thereby leaving substantial short fall even for the on-going capital projects. This has resulted in delaying the progress of the University in comparison to the Action Plan for the year 2010. This reality has been considered by the University management in developing the Corporate Plan for 2011-2016 in 2010.

It is sincerely hoped that the Government and the UGC will seriously consider the significant global achievements of the UoM in 2010 and assist the University to achieve the goals and objectives of the reformulated Corporate Plan for 2011-2016 to become **the most globally recognized knowledge enterprise in Asia**.

4. Details of Resources & Students :

(a.) Details of Resources Students 2010

Faculty	Course	Total Students	Total Academic Staff	Total Non Academic Staff
Faculty of Architecture	AT ¹	286	65	45
	AD ²	189		
	QS ³	333		
	TCP ⁴	185		
	FM ⁵	207		
Total		1200	65	45
Faculty of Engineering	MPR ⁶	2351	293	185
	EM ⁷	196		
	TM ⁸	194		
	TLM ⁹	205		
	FD ¹⁰	157		
Total		3103	293	185
Faculty of Information Technology	IT ¹¹	361	17	19
	ITM ¹²	34		
Total		395	17	19

(b.) Comparative Details of Resources & Students 2009/2010

Faculty	Total Students		Total Academic Staff	
	2009	2010	2009	2010
Faculty of Architecture	1128	1200	67	65
Faculty of Engineering	3607	3103	232	293
Faculty of Information Technology	357	395	19	17
Total	5092	4698	318	375

5. Details of Local Students :

(a.) Bachelors Degrees 2010

Faculty	Course	Medium	Intake 2010 No of Students	1 st Year Students	2 nd Year Students	3 rd Year Students	4 th Year Students	5 th Year Students	Number Graduated
Faculty of Architecture	AT ¹	English	61	61	57	56	56	56	34
	AD ²	English	49	49	50	49	41	-	36
	QS ³	English	93	93	96	93	51	-	51
	TCP ⁴	English	44	44	45	44	52	-	48
	FM ⁵	English	49	49	48	49	61	-	99
Total			296	296	296	291	261	56	268

Faculty of Engineering	MPR ⁶	English	624	624	596	563	567	-	531
	EM ⁷	English	50	50	49	45	52	-	46
	TM ⁸	English	43	43	45	50	56	-	49
	TLM ⁹	English	50	50	51	48	56	-	50
	FD ¹⁰	English	42	42	42	33	40	-	-
Total			809	809	783	739	771	0	676
Faculty of Information Technology	IT ¹¹	English	101	101	104	98	58	-	85
	ITM ¹²	English	34	34	-	-	-	-	-
Total			135	135	104	98	58	0	85

Notes-

¹ Architecture

² Architecture Design

³ Quantity Surveying

⁴ Town & Country Planning

⁵ Facilities Management

⁶ Engineering (MPR)

⁷ Engineering Earth Resources

⁸ Engineering Textile & Clothing Technology

⁹ Transport & Logistics Management

¹⁰ Fashion Design & Product Development

¹¹ Information Technology

¹² Information Technology and Management

(b.) Comparative Details of Bachelors Degree 2009/2010

Faculty	Intake No. of Students		Number Graduated	
	2009	2010	2009	2010
Faculty of Architecture	269	296	290	268
Faculty of Engineering	787	809	581	676
Faculty of Information Technology	104	135	75	85
Total	5092	4698	318	249

(c.) Postgraduate Taught Courses

Faculty	Course Name	Medium	Intake 2010 No of Students	No Completed in 2010	
				M.Sc.	Postgraduate Diploma
Faculty of Architecture	MSc/PG Dip in Project Management	English	53	20	-
	Master of Architecture	English	04	04	-
	MSc/ PG Dip in Urban Design	English	12	-	01

	MSc/ PG Dip in Town & Country Planning	English	26	14	-
	MSc/PG Dip in ACOMAS	English	-	-	02
Faculty of Engineering	MSc/ PG Dip in Computer Science	English	38	06	01
	MBA/PG Dip in Information Technology	English	32	15	-
	MBA/PG Dip in Management of Technology	English	46	30	-
	MSc/ PG Dip in Business Statistics	English	15	-	-
	MSc/ PG Dip in Materials Science	English	17	-	-
	MSc/PG Dip in Building Services Engineering	English	33	-	-
	Msc/PG Dip in Operational Research	English	13	05	01
	MEng/ PG Dip in Highway & Traffic Engineering	English	24	15	01
	MSc/PG Dip in Transportation	English	03	07	-
	MSc/ PG Dip in Textile & Clothing Technology	English	09	-	-
	MBA/ PG Dip in Project Management	English	21	19	-
	MSc/ PG Dip in Electrical Engineering	English	61	17	-
	MSc/ PG Dip in Electrical Installation	English	16	07	-
	MSc/ PG Dip in Industrial Automation	English	21	11	-
	MSc/PG Dip in Electronics & Automation	English	15	04	-
	MSc. /PG Dip in Environmental Engineering and Management	English	-	05	-
	MSc. /PG Dip in Environmental Management	English	-	01	-
	MBA /PG Dip in Infrastructure	English	-	04	01
	MEng./ PG Dip in Structural Engineering Design	English	-	05	-

	MSc. PG Dip in Construction Project Management	English	-	10	-
	MEng./ PG Dip in Energy Technology	English	-	01	-
	MSc/PG Dip in Financial Mathematics	English	21	01	-
	MEng. /PG Dip in Manufacturing System Engineering	English	-	12	-
	MSc. /PG Dip Telecommunication	English	-	06	01
	MSc./ PG Dip in Polymer Technology	English	-	05	-
	MBA /PG Dip in e-Governance	English	-	06	-
	MSc. PG Dip in Electronics Telecommunication	English	-	-	01
Faculty of Information Technology	MSc/ PG Dip in Artificial Intelligence	English	11	09	-
	MSc/PG Dip in Information Technology	English	35	03	01
Total			526	242	19

Note : M.Sc. and Postgraduate diploma courses have normal durations of two years and one year respectively

(d.) Postgraduate by Research

Faculty	No of Student Enrolled in 2010			Number of Students Graduated		
	M.Sc.	M.Phil.	PhD	M.Sc.	M.Phil.	PhD
Faculty of Architecture	-	03	-	-	-	02
Faculty of Engineering	19	05	04	08	08	02
Faculty of Information Technology	-	-	-	-	-	-
Total	19	08	04	08	08	04

6. Details of Foreign Students :

Faculty	Course	Medium	Intake 2010	1 st Year Students	2 nd Year Students	3 rd Year Students	4 th Year Students	No of Graduated
Faculty of Engineering	Engineering MPR(Undergraduate)	English	1	1	2	3	3	-
Total			1	1	2	3	3	0

7. Details of Academic Staff :

Faculty	Senior Prof	Professor	Associate Professor	Senior Lecturer	Lecturer (Transitional)	Lecturer (Probationary)	Instructors
Architecture	-	5	2	32	2	14	12
Engineering	11	26	2	94	-	67	88
Information Technology	-	1	-	7	-	9	-
Total	11	32	4	133	2	90	100

	Librarian	Senior Assistant Librarian Grade 11	Assistant Librarian Grade 11
Library Staff*	1	3	3
Total	1	3	3

* Considered under the Academic Staff categories.

8. Details of Non Academic Staff :

Faculty / Branch	Most Senior*	Senior Staff**	Junior Staff***	Minor Employees
Architecture Faculty		3	31	14
Engineering Faculty		41	91	84
Information Technology		13	11	5
Capital Works & Services			4	1
Career Guidance Unit			1	
Center for Information Technology Enabled Services		2	5	1
Electricity Supply			1	3
Examination Services		1	14	5
Financial Administration	1	3	23	3
General Administration	1	5	26	11
Health Services		3	4	8

Hostels			8	7
Internal Audit		1	3	1
Lands & Buildings		1	8	31
Library Services			26	11
Physical Education		5	1	5
Security Services		1	2	6
Stores & Supply Services		1	10	2
Student & Staff Welfare		1	3	1
Transport Services				21
Water Supply			2	5
Workshop			1	36
Total	2	81	275	261

Note: Details of Non Academic Staff

* Registrar and Bursar

** Deputy Registrar/Bursar, Senior Assistant Registrar/Bursar, Assistant Registrar/Bursar and Allied Grades, Academic Support Staff/Medical Officers

*** Non Academic and Non Administrative Staff other than Minor Employees

9. Details of Research, Innovation and Publications :

Subject	Published (Printed Version available)	Commercialized	Presented
a. No. of Research Projects	309	-	164
b. No. of Innovations	5*	1	-
c. No. of Journal Publications	72	NA	NA
d. No. of Books Published	11	NA	NA
e. No. of Articles (Non refereed)	155	NA	68
f. Other	62	-	52
Total	614	1	284

* Patented

NA = Not Applicable

10. Details of Programmes, Seminars & Workshops :

(a) Attended by the Staff Members.

Subject	Attended	Completed	Presented
a. No. of Postgraduate Degree Programmes	21	12	NA
b. No. of Postgraduate Diploma Programmes	12	9	NA
c. No. of Degree Programmes	4	1	NA
d. No. of Diploma Programmes	1	2	NA
e. No. of Certificate Programmes	13	12	NA
f. Other (Seminars & Workshops)	61	-	30
Total	112	42	30

NA = Not Applicable

(b) Conducted by the University.

Description	Faculty of Architecture	Faculty of Engineering	Faculty of Information Technology
a. No. of Short Courses	-	06	-
b. No. of Seminars / Workshops/ Trainings	02	25	-
c. No. of Conference	-	-	-
Total	02	31	-

11. Details of Awards Received :

Subject	No. of Awards	No. of Academics	No. of Students
a. Local Awards	15	5	10
b. National Awards	38	30	32
c. International Awards	32	5	35
d. Other	1	-	-
Total	86	40	77

12. Details of New Courses Started :

Faculty	Course	Medium	Certificate	Diploma	Postgraduate Diploma	Degree	Master	MPhil	PhD
Architecture	1	English	-	-	-		1	-	-
Engineering	30	English	15	-	1		10	-	4
Information Technology	1	English	-	-	-		-	-	-
Total	32		15	-	1		11	-	4

13. Details of Recurrent Expenditure :

Subject	2009 Rs.	2010 Rs.
a. Personal emoluments	513,556,836	531,797,087
b. Travelling	2,988,370	2,602,640
c. Supplies	62,911,018	65,176,665
d. Maintenance	16,113,512	19,530,833
e. Contractual Service	124,567,173	120,538,982
f. Other	82,194,296	70,979,931
Total	802,631,205	810,625,738

14. Details of Capital Expenditure :

Subject	2009 Rs.	2010 Rs.
a. Acquisition of furniture & Office Equipments	13,629,235	38,724,873
b. Acquisition of Machineries	58,747,821	29,654,039
c. Acquisition of Building & Structures	118,324,738	93,050,987
d. Rehabilitation & Improvements	31,128,816	16,962,686
e. Other	10,688,583	5,566,936
Total	232,519,193	183,959,521

15. Details of Projects (Local / Foreign Funded) :

Name & Detail	Loan / Grant	Funding Agency #	TCE Rs.	RFA Rs.	DF Rs.
Hostel Programme *	Grant	GOSL	272,000,000		
Mechanical Engineering Centre	Grant	GOSL	130,000,000		
Faculty of Information Technology	Grant	GOSL	523,000,000		
Chemical Engineering Centre	Grant	GOSL	99,000,000		
Extension to Classroom Block Stage 2	Grant	GOSL	47,000,000		
Extension to Classroom Block Stage 11	Grant	GOSL	96,000,000		
Civil Engineering research Centre	Grant	GOSL	132,000,000		
Faculty of Architecture **	Grant	GOSL	490,000,000		
Extension to Administration Building	Grant	GOSL	171,000,000		
Dept of Transport & Logistic Management – stage 1	Grant	GOSL	148,200,000		
Hostel for 400 female student	Grant	GOSL	194,000,000		
Extension to Rock Mechanics Laboratory	Grant	GOSL	30,000,000		
North-East Extent onto the Textile Dept Building ***	Grant	GOSL	83,000,000		
Total			2,415,200,000		

#{GOSL/ADB/IDA/WB/ ...}

Notes *Hostel Programme includes

** Faculty of Architecture includes

Stage 1 Stage 2 Stage 3 Stage 4 Phase 1 Phase 2 Phase 3 Phase 4

***Funds received from Ministry of Industrial & Commerce for North-East Extension to the Textile Dept Building

16. Details of Project Expenditure (Local / Foreign Funded) :

Name	TCE Rs.	Exp in 2009 Rs.	Exp in 2010 Rs.	Cumulative Exp as at 31.12.2010	% of Physical Progress
Hostel Program – Stage 1	272,000,000	14,426,112	1,049,092	91,450,000	100

Mechanical Engineering Hub	130,000,000	5,895,663	9,969,934	116,640,000	100
Faculty of Information Technology-Stage 1	523,000,000	34,175,684	2,963,472	308,010,000	100
Chemical Engineering Centre	99,000,000	6,796,995	191,472	98,890,000	100
Extension to Classroom Block Stage 1	47,000,000	518,000	6,081,184	46,010,000	100
Extension to Classroom Block Stage 11	96,000,000	29,983,696	7,169,309	91,750,000	100
Civil Engineering research Centre	132,000,000	-	5,493,149	41,290,000	56
Faculty of Architecture – Phase 1	490,000,000	11,922,785	44,616,945	36,080,000	95
Extension to Administration Building	171,000,000	1,087,158	1,274,790	2,361,948	0
Department of Transport & Logistic Management – stage 1	148,200,000	1,124,542	1,331,450	2,455,992	0
Hostel for 400 female student	194,000,000	-	-	-	0
Extension to Rock Mechanic Laboratory	30,000,000	-	-	-	0
North-East Extent onto the Textile Department Building	83,000,000	12,394,105	12,910,190	29,310,000	31
Total	2,415,200,000	118,324,740	93,050,987	864,247,940	

17. Details of Financial Progress (Expenditure) :

Subject	Provision in 2010 Rs.	Exp in 2010 Rs	Savings / Excess Rs.
a. Recurrent except Project	802,376,042	810,625,738	(8,249,696)
b. Capital except Project	76,000,000	90,908,534	(14,908,534)
c. Project - Local funded	122,500,000	93,050,987	29,449,013
d. Project - Foreign funded			
Total	1,000,876,042	994,585,259	6,290,783

18. Details of Financial Progress (Generated Income) :

Source of Revenue	Budgeted in 2010 Rs.	Collection in 2010 Rs.	Deficit / Surplus Rs.
a. Undergraduate Studies	1,225,000	2,618,081	1,393,081
b. Postgraduate Studies (Research)	890,000	1,496,500	606,500
c. Postgraduate Courses (Cost Recovery Basis)	50,000,000	98,702,674	48,702,674
d. Consultancies/ Training Programs	75,000,000	144,598,112	69,598,112
e. Other	6,345,000	7,097,107	752,107
Total	133,460,000	254,512,474	121,052,474

19. Financial Performance Analysis – 2010 :

Subject	Formula	Exp. Per Student Rs
a. Recurrent Expenditure per Student (RE)	RE/No of Student strength	147,279
b. Capital Expenditure per Student (CE)	CE/No of Student strength	33,423
Total		180,702

20. Details of Infrastructure Facilities Received in 2010 :

Infrastructure Details	Expenditure Rs. (Mn.)	Physical Progress
Hostel Programme (Stage 11)	3.39	100%
Faculty of Information Technology (phase 1)	9.37	100%
Design & Construction of Mechanical Engineering Center	5.43	100%
Design & Construction of Chemical Engineering Center	0.015	100%
Civil Engineering Research Center	0.06	56%
Extension to Classroom Block (Stage 11)	9.46	100%
Faculty of Architecture – Department of Building Economics (Phase 1)	24.16	95%
Department of Transport & Logistics Management (Stage 1)	-	0%
Administration Building	1.27	0%
Hostel for 400 female students	-	0%
Extension to Classroom Block (Stage 1)	5.12	100%
Extension to Rock Mechanics Laboratory	-	0%

21. Financial Accounts & Report of the Auditor General 2010

21.1 Statement of Financial Position as at 31st December 2010


	Note	2010 Rs	2010 Rs	2009 Rs
Assets				
Non Current Assets				
Property Plant & Equip.	1		1,562,897,453	1,631,141,435
Investments (LT)	2		143,288,627	70,018,204
Work in Progress	3		358,058,202	265,007,216
			2,064,244,282	1,966,166,855
Current Assets				
Stocks	4	21,605,069		11,167,361
Loans & Advances to staff	5	63,863,365		53,340,179
Receivables	6	33,163,531		43,642,987
Pre Payments		2,792,259		9,832,638
Cash at Bank	7	73,897,259		36,226,365
Cash in Hand	8	4,469		921
			195,325,952	154,210,451
Total Assets			2,259,570,234	2,120,377,306
Less – Current Liabilities				
Deposit Payable	9	13,642,118		13,820,340
Research Grants	10	10,874,392		12,675,613
Payables	11	85,611,741		40,117,384
Accrued Expenses	-	26,979,872		22,870,849
Differed Income	12	153,396,519		134,553,600
Provision for Gratuity		76,094,415		71,315,096
Receipt from Disposal Items		2,391,311		1,925,181
			368,990,368	297,278,063
Net Assets/Equity			1,890,579,866	1,823,099,243
Net Assets /Equity				
Capital Grant - Spent	13		1,578,212,309	1,556,844,331
Capital Grant -Unspent	14		-	-
Generated Funds Capital	15		226,719,100	211,148,602
Donation	16		917,857,581	898,803,845
			2,722,788,990	2,666,796,778
Reserves				
Revaluation Reserve		88,861,613		88,861,613
Sport Dev. Reserve		808,020		736,120
General Reserve		(1,162,052,338)		(1,127,540,254)
			(1,072,382,705)	(1,037,942,521)
Funds				
Restricted Funds	17	226,215,866		181,905,303
Endowment Fund	18	13,957,715	240,173,581	12,339,684
Net Assets/Equity			1,890,579,866	1,823,099,244



Accounting Officer
(Vice Chancellor)
Prof. Malik Ranasinghe
Vice-Chancellor
University of Moratuwa
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Assistant Accounting Officer
(Registrar)
A. L. Joufer Sadique
Registrar
University of Moratuwa
Sri Lanka.



Bursar
E. M. R. L. Munawera
Bursar
University of Moratuwa
Sri Lanka.

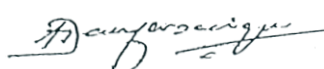
21.2 Statement of Financial Performance For the year ended 31st December 2010

	Note	2010	2010	2009
Income				Rs.
Government Grant		773,200,000		717,900,000
Bursary		10,121,900		13,281,500
Mahapola		7,539,100		6,139,350
Endowment Scholarship		110,200		110,200
Interest received	19	2,566,231		2,365,606
Income from students	20	4,114,581		3,616,981
Other Income	21	4,540,876		4,302,961
Receipt of Grants for Research		1,469,500		12,655,914
Amortization		134,130,854		122,917,212
Surplus of the Hostals		183,154		180,419
Less				
Research Grant Transferred to Project Accounts		(1,469,500)		(12,655,914)
Total Income			936,506,896	870,814,229
Expenditure				
Personnel Emoluments	22	531,797,087		513,556,836
Traveling and Subsistence	23	2,602,240		2,988,370
Welfare services	24	17,361,145		19,825,034
Other Operating Expenses	25	22,467,363		19,309,300
Financial Assistance to Students	26	17,442,500		20,312,600
			591,670,335	575,992,140
Contractual Services	27	120,538,982		124,567,173
Supplies and Consumables	28	65,176,665		62,911,018
IRQUE Project		1,250,465		3,491,221
Academic Research		10,681,775		17,750,423
Maintenance	29	19,530,833		16,113,512
Depreciation		165,316,362		161,648,140
			382,495,082	386,481,487
			974,165,417	962,473,627
Surplus/ (Deficit) from Operating Activities			(37,658,521)	(91,659,399)
Finance Cost	30	-	(1,776,683)	(1,805,718)
Net Surplus/ (Deficit) for the period			(39,435,204)	(93,465,117)



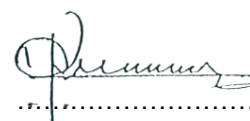
Accounting Officer

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Assistant Accounting Officer

(Registrar)
A. L. Joufer Sadique
Registrar
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Sri Lanka.



Bursar

E. M. R. L. Munawera
Bursar
University of Moratuwa
Sri Lanka.

21.3 Statement of Changes in Net Assets For the year ended 31st December 2010

	General Reserve	Sport Dev. Reserve	Revaluation Reserve	Endowment Fund	Restricted Funds	Capital			
						Donations	Generated Funds	Capital Grant Spent	Capital Grant Unspent
Balance as at 01-01-2009	(1,036,915,951)	523,120	88,861,613	7,782,038	117,614,142	892,167,447	197,281,984	1,461,108,967	-
Deficit for the Year	(93,465,117)								
Amortization for the Year								(122,917,212)	
Transfer to Sports Reserve	(213,000)	213,000							
Credit Adjustments (sch 9+10)	9,845,275								
Debit Adjustments (sch 11+12)	(6,506,078)								
Bad Debtors (sch. Q)									
Receipts	-			5,048,641	268,110,510	6,636,398	13,866,618		218,652,576
Interest Receipts	-			697,755					
Amortization adjustment	-								
Adjustment	(285,383)								
Acquisition of Assets	-							100,327,838	(100,327,838)
Expenditure of Projects	-							118,324,738	(118,324,738)
Utilization of Fund	-								
Payments	-			(1,188,750)	(203,819,348)				
Write - off (Schedule - Q)									
Balance as at 01-01-2010	(1,127,540,254)	736,120	88,861,613	12,339,684	181,905,303	898,803,845	211,148,602	1,556,844,331	-
Deficit for the Year	(39,435,204)								
Amortization for the Year								(134,130,854)	
Transfer to Sports Reserve	(71,900)	71,900							
Credit Adjustments (sch 9+10)	6,338,320								
Debit Adjustments (sch 11+12)	(1,311,656)								
Receipts	-			1,564,965	223,964,036	6,143,546	15,570,498		155,498,832
Interest Receipts	-			1,706,266					
Amortization adjustment	-								
Adjustment	(31,644)								
Acquisition of Assets	-							75,358,036	(75,358,036)
Expenditure of Projects	-					12,910,190		80,140,796	(80,140,796)
Utilization of Fund	-								
Payments	-			(1,653,200)	(179,653,474)				
Balance as at 31-12-2010	(1,162,052,338)	808,020	88,861,613	13,957,715	226,215,865	917,857,581	226,719,100	1,578,212,309	-

21.4 Cash Flow Statement for the Year Ended 31st December 2010

	Note	2010 Rs	2010 Rs	2009 Rs	2009 Rs
Cash flows from Operating Activities					
Surplus/(deficit) from the Ordinary Activities		(39,435,204)		(93,465,117)	
Decrease in Deficits in Cost recovery Courses	-	-	(39,435,204)	-	(93,465,117)
Adjustments					
Credit Adjust (Sch9+10)		6,338,320		9,845,275	
Debit Adjust (Sch 11+12)		(1,311,656)		(6,506,078)	
Sport Activities	17	(71,000)		(213,000)	
Interest received	19	(2,566,231)		(2,365,606)	
Adjustment to Assets		-		-	
Adjustment to Depreciation		(300)		(2,945,526)	
Gratuity Paid	25				
Adjustment to Donations		-		-	
Bank Charges	30	<u>1,776,683</u>	4,165,816	<u>1,805,718</u>	(379,217)
Non Cash Movements					
Bad Debtors	17	-		-	
Depreciation	1	165,316,362		161,648,140	
Provision for gratuity		15,478,056		15,261,633	
Other Bad Debtors		-		-	
Amortization	1	(134,130,854)	46,663,564	(122,917,212)	53,992,561
Net Surplus/(deficit) from the ordinary activities			11,394,176		(39,851,772)
Increase /Decrease in Working Capital					
Increase in current assets (16,211,641)					
Increase in Current Liabilities 66,473,816		50,262,175		24,738,305	
Gratuity Paid	25			12,466,531	
Interest from Loans & Advances to Staff	19	2,147,614	52,409,789	1,948,774	39,153,610
Net Cash flows from Operating activities			63,803,965		(698,163)
Cash flows from Investment Activities					
Purchase of Plant and Equipments	1	(97,092,670)		(120,830,854)	
Payments for Constructions	3	(93,050,986)		(118,324,738)	
Payments from Restricted funds	17	-		-	
Bank Interest Received for Endowment fund	18	1,706,266		697,755	
Interest from Investments	19	418,617	(188,018,773)	416,832	(238,041,005)
Net Cash flows from Investing Activities			(124,214,808)		(238,739,168)
Cash flows from Financing Activities					
Grant from Treasury	14	155,498,832		149,850,887	
Grant from UGC	14	-		-	
Grant from Ministry of Textile	14	-		-	
Other Capital Receipts	14			1,291,734	
Grant from Ministry of Industrial Development	14	-		43,331,582	
National Science Foundation	14	1,469,500		247,350	
Generated Income	15	15,591,088		13,866,618	
Donations Received	16	19,053,736		6,636,398	
Proceeds from Sale of old Stock		1,063,775		505,749	
Payments of Awards from Endowments fund	18	(1,653,200)		(1,188,750)	
Proceeds to Endowment fund	18	1,564,965		5,048,641	
Increase in Restricted fund		44,310,563		64,291,160	
Bank Charges Paid	30	<u>(1,776,683)</u>		<u>(1,805,718)</u>	
Net Cash flows from Financing Activities			235,122,576		282,075,291
Net Increase/(Decrease) in cash and cash equivalent			110,907,768		43,336,123
Cash and Cash equivalent at the beginning of Period	31		<u>106,282,588</u>		<u>62,946,465</u>
Cash and Cash equivalent at the end of Period	31		<u>217,190,356</u>		<u>106,282,588</u>

21.5 Notes to the Statement of Financial Position

Note - 1 (Schedule A)

	2010 Govt. Grant Rs	2010 Generated Funds And Donation Rs	2009 Govt. Grant Rs	2009 Generated Funds And Donation Rs
Property Plants and Equipments				
Opening Balance	2,268,344,781	1,109,663,318	1,532,674,798	1,176,541,402
Add /Less Adjustment to previous years			87,381,100	(87,381,100)
Additions to Assets	75,358,036	15,570,498	100,327,838	13,866,618
Adjustment of Assets			(892,172)	
Donations (Notes 15)	-	6,143,546	-	6,636,398
W.I.P (Note 3)			548,853,217	
Total Assets	2,343,702,817	1,131,377,362	2,268,344,781	1,109,663,318
Add /Less Adjustment to previous years		300	101,819,132	(101,819,132)
Accumulated Depreciation	(787,722,300)	(959,144,364)	(769,569,746)	(818,594,004)
Adjustment of Depreciation			2,945,526	
Depreciation for the Year	(134,130,854)	(31,185,508)	(122,917,212)	(38,731,228)
W.D.Value	1,421,849,663	141,047,790	1,480,622,481	150,518,954
	1,562,897,453	3,475,080,179		1,631,141,435

Note - 02(Schedule J)

	2010 Rs	2009 Rs
Investments (LT)		
Opening Balance - University	69,981,106	38,126,939
Opening Balance - Hostal	37,098	37,098
Interest Received	1,778,782	1,219,167
Add - Investments	71,491,641	30,635,000
Withdrawals	-	-
	143,288,627	70,018,204

Note - 03

Work in Progress (Schedule I)

	2010	2009
Opening Balance	265,007,216	695,535,695
Capital Grant spent (Note 13)	80,140,796	118,324,738
Donations - (Note 15)	12,910,190	
	358,058,202	813,860,433
Capitalized to Building (Note 1)	-	(548,853,217)
Closing Balance	358,058,202	265,007,216

Note - 4

	Schedule	2010	2009
Stocks			
Stores	K	20,531,519	10,888,449
Stamps	T	183,817	166,775
Drugs	T	121,783	112,137
Stock in Hand -Workshop	T	767,950	-
Total		21,605,069	11,167,361

Note – 5**Loans & Advances to staff (Schedule M)**

	2010	2009
	Rs	Rs
Festival Advance	343,500	348,350
Special Advance	9,750	12,050
Salary Advance	15,944	3,944
Flood Advance	-	-
Distress Loan	56,970,777	46,165,208
Vehicle Loan	2,466,658	2,450,914
Housing Loan	-	-
Staff Loan	1,075,422	1,182,107
Computer Loan	2,315,500	2,022,350
Traveling Advance	66,500	52,460
Vice Chancellor's Special Loan Scheme	598,638	1,028,200
Grant of a Special Salary Advance	-	65,405
University Provident Fund Loan	-	8,515
Staff Loan - Hostels	676	676
Total	<u>63,863,365</u>	<u>53,340,179</u>

Note 6**Receivables**

	Schedule	2010	2009
		Rs	Rs
Senadeera K.D.W.A.R	L	-	-
Advance for Supplies	O	329,318	1,345,414
Misce Advance	P	1,716,903	559,639
Money Due from Ministry of Sports	Q	4,435,700	4,435,700
Money Due from Tresury (Capital Grant Recievab	Q	11,430,216	23,931,383
Cheque returned	R	3,700	-
Deposits Receivable	T	880,581	880,581
Mahapola & Bursary	T	2,350	2,350
Income Receivable	T	14,125,829	12,248,986
Sundry Debtors		237,445	237,445
Debtor – Hostel	T	1,489	1,489
Total		<u>33,163,531</u>	<u>43,642,987</u>

Note - 7**Cash at Bank**

	2010	2009
	Rs	Rs
Bank of Ceylon - A/C No 0000306836	137,804	46,975
A/C No 0000307829	24,289,080	34,249,665
A/c No 0000307453	464,015	51,882
A/C No 0000307164	808,020	736,120
A/C No 0000307353	292,435	240,593
A/C No 0005342685	-	-
Bank of Ceylon - A/C No 7099353	36,149,250	-
Bank of Ceylon - Hostel A/C No 306795	478,963	543,855
Foreign RFD/KAT/US\$40	11,277,692	357,275
Total	<u>73,897,259</u>	<u>36,226,365</u>

Note – 8**Cash In Hand**

	2010	2009
	Rs	Rs
Petty Cash imprest		
Maintenance Division	2,474	921
Dean's Office	964	
Electronic & Telecommunication	1,031	0
Total	4,469	921

Note – 9**Deposits Payable (Schedule U)**

	2010	2009
	Rs	Rs
Tender	648,754	657,754
Sundry	2,952,249	3,072,671
Fidelity Guarantee	17,500	17,500
Canteen	234,000	233,500
Laboratory & Library	7,744,400	8,549,300
Security	1,218,009	1,005,659
Bid Bond	351,266	253,016
Internet	445,000	-
Deposit - Hostel	30,940	30,940
Total	13,642,118	13,820,340

Note 10**Research Grants**

	Schedule	2010	2009
		Rs	Rs
National Science Foundation	W	2,848,716	3,807,691
International Funded Research Projects	W	4,834,036	5,344,832
Other Research Grants	W	3,191,640	3,523,090
		10,874,392	12,675,613

Note – 11**Payables**

	Schedule	2010	2009
		Rs	Rs
U G C Scholarship Fund - Payable	Y	1,628,300	-
Mahapola Scholarship Fund	Y	7,909,350	8,096,200
U.G.C Endowment Fund	Y		24,450
Bursaries	Y	1,127,900	1,127,900
Impress for Mahapola	Y	2,000,000	2,000,000
Other Liabilities	Y	10,585,779	7,791,487
Receipts for Capital Activities	-	18,235,543	8,243,563
Sundry Creditors	-	43,734,972	12,451,500
Unpaid Wages	-	374,894	299,654
Creditors – Hostel		13,593	82,630
Unrealised cheques – Hostel		1,410	-
Total		85,611,741	40,117,384

Note – 12 (Schedule – Z)**Differed Income**

	2010	2009
	Rs	Rs
Postgraduate courses	129,693,247	106,718,895
Part Time Courses	1,658,014	1,523,031
Training Programms	14,633,995	13,571,395
Other Programms	3,572,004	4,952,942
Workshops	515,063	619,236
Projects	3,324,196	7,168,101
Total	<u>153,396,519</u>	<u>134,553,600</u>

Note – 13**Capital Grant Spent**

	2010	2009
	Rs	Rs
Opening Balance	1,556,844,331	1,461,108,967
Acquisition of assets	75,358,036	100,327,838
Expenditure on Projects (Note 3)	80,140,796	118,324,738
Amortization – for the Year	(134,130,854)	(122,917,212)
Balance	<u>1,578,212,309</u>	<u>1,556,844,331</u>

Note – 14**Capital Grant – Unspent**

	2010	2009
	Rs	Rs
Opening Balance	-	-
Grant from the Treasury	144,068,616	149,850,887
Grant Recivable from Treasury	11,430,216	23,931,383
Grant from UGC	-	-
Grant from Ministry of Textile	-	-
Ministry of Indus: Development	-	43,331,582
National Science Foundation	-	247,350
Other Capital Receipts	-	1,291,374
Acquisition of assets	(75,358,036)	(100,327,838)
Ex.On W.I.P	(80,140,796)	(118,324,738)
Total	<u>-</u>	<u>-</u>

Note – 15**Generated Funds – Capital**

	2010	2009
	Rs	Rs
Opening Balance	210,859,473	196,992,855
Department Funds	49,107	-
Vice Chancellor's Fund & Other Dept Funds	15,521,391	13,866,618
	<u>226,429,971</u>	<u>210,859,473</u>
Capital – Hostels	289,129	289,129
Total	<u>226,719,100</u>	<u>211,148,602</u>

Note – 16**Donations - Capital**

	2010	2009
	Rs	Rs
Opening Balance	898,803,845	892,167,447
Ex.On W.I.P	12,910,190	-
Receipts	6,143,546	6,636,398
Total	<u>917,857,581</u>	<u>898,803,845</u>

21.6 Notes to the Statement of Financial Performance

Note 19

Interest Received

	2010	2009
Interest from investments	418,617	416,832
Interest from Loans & Advances	2,147,614	1,948,774
	<u>2,566,231</u>	<u>2,365,606</u>

Note 20

Income from Students

	2010	2009
Registration - Undergraduate	671,010	704,770
Postgraduate	1,332,300	1,168,250
Tuition Fees - Undergraduate	1,851,951	1,483,011
- Postgraduate	16,500	38,500
Examination Fees - Undergraduate	95,120	82,250
- Postgraduate	147,700	140,200
	<u>4,114,581</u>	<u>3,616,981</u>

Note 21

Other Income

	2010	2009
Rent from Properties	336,672	336,041
Reimbursements	131,818	1,537,923
Miscellaneous Receipts	3,200,808	1,525,070
Library Fines	500,051	493,698
Medical Fees	188,373	229,810
Anicillary Activities	183,154	180,419
	<u>4,540,876</u>	<u>4,302,961</u>

Note 22

Personal Emoluments

	2010	2009
Academic		
Salaries and Wages	177,319,232	170,359,580
Allowances	31,070,198	30,116,832
Cost of Living Allowances	22,634,638	18,290,771
UPF	21,478,654	21,215,065
Pension	7,275,015	6,787,355
E.T.F.	5,751,005	5,610,125
Acting Payments	-	561,958
Visiting Lectures Fees	9,018,373	7,361,843
Non Academic	-	
Salaries and Wages	164,684,338	167,911,842
Allowances	548,516	555,832
Cost of Living Allowances	39,268,376	32,948,590
Language Proficiency Allowance	950,656	1,062,015
UPF	18,008,961	18,705,726
Pension	5,531,485	5,147,267
ETF	4,708,089	4,768,449
Acting Payments	14,868	67,964
Over time	23,254,016	21,895,205
Holiday Payments	280,667	190,417
	<u>531,797,087</u>	<u>513,556,836</u>

	2010	2009
Note 23		
Traveling and Subsistence		
Domestic	1,039,039	1,024,489
Foreign	1,563,201	1,963,881
	2,602,240	2,988,370

	2010	2009
Note 24		
Welfare Services		
Uniforms and Tailoring Charges	1,765,574	1,518,219
Medical Supplies	378,111	386,017
Workshops Seminars	421,178	366,596
Staff Development	1,722,059	2,097,955
Holiday Warrants and Season tickets	1,019,680	1,085,715
Awards and Indemnities	798,479	992,500
Postgraduate Research & Scholoraship	-	57,843
Industry Internship & Career Guidance	-	92,500
Student developments	-	146,656
University Sport Activities	875,250	798,958
Contributions and Membership fees	1,203,120	1,766,616
Newspapers, Magazines	9,177,694	10,515,459
	17,361,145	19,825,034

	2010	2009
Note 25		
Other Operating Expenses		
Council and Committee Service	196,015	86,300
Professional and Other fees	2,322,425	679,138
Entertainment Expenses	1,602,318	1,181,718
Convocation	676,275	523,630
Examination Expenses	2,192,274	1,576,881
Gratuity Provisions	15,478,056	15,261,633
	22,467,363	19,309,300

	2010	2009
Note 26		
Financial Assist to Students		
Mahapola Scholarships	7,939,600	6,350,200
Bursary	9,392,700	13,890,200
Endowment Scholarships	110,200	72,200
	17,442,500	20,312,600

	2010	2009
Note 27		
Contractual Service		
Transport	486,392	681,593
Telecommunication	14,763,605	17,536,823
Postal Charges	1,469,573	916,581
Electricity	73,589,333	75,115,287
Security Services	9,349,416	8,853,308
Water	4,943,351	4,850,321
Cleaning Services	10,533,478	9,734,124
Rental and Hire Charges	1,825,615	1,510,400
Rates and Taxes	326,355	962,994
Printing and Advertising	1,900,667	3,594,663
Others	1,351,197	811,079
	120,538,982	124,567,173

Note 28**Supplies and Consumables**

	2010	2009
Stationary	21,136,563	22,935,851
Fuel and Lubricants	7,800,662	8,208,361
Mechanical and Electrical Goods	2,703,050	1,571,265
Chemicals and Glassware	1,268,255	2,533,978
Other Supplies	32,268,135	27,661,563
	65,176,665	62,911,018

Note 29**Maintenance**

	2010	2009
Vehicles	5,697,999	4,329,009
Plant Machinery and Equipment	13,286,923	10,155,740
Building and Structures	98,214	215,954
Furniture	88,850	64,975
Others	358,847	1,347,834
	19,530,833	16,113,512

Note 30**Finance Cost**

	2010	2009
Bank Charges	1,776,683	1,805,718

Notes to the cash flow Statement**Note 31****Cash and Cash Equivalent**

	2010	2009
Investment (LT)	143,251,530	70,018,204
Investment -Hostel	37,098	37,098
Cash at Bank	73,897,259	36,226,365
Cash in Hand	4,469	921
Cash and Cash Equivalent	217,190,356	106,282,588

21.7 Report of the Auditor General & comments of the Financial Statement

CE/D/UM/FS/2010

29 June 2011

The Vice Chancellor,
University of Moratuwa.

Report of the Auditor General on the Financial Statements of the University of Moratuwa for the year ended 31 December 2010 in terms of Section 108 (2) of the Universities Act No. 16 of 1978 and Section 13(7) (a) of the Finance Act, No.38 of 1971

The audit of financial statements of the University of Moratuwa for the year ended 31 December 2010 was carried out under my direction in pursuance of provisions in Article 154 (1) of the Constitution of the Democratic Socialist Republic of Sri Lanka read in conjunction with Sections 108 (1) and III of the Universities Act No. 16 of 1978 and Sub-section (3), (4) and (7) of Section 13 of the Finance Act, No.38 of 1971. This report is issued in terms of Section 108 (2) of the Universities Act and Section 13 (7) (a) of the Finance Act.

1.2 Responsibility of the Management for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with Generally Accepted Accounting Principles. This responsibility includes; designing, implementing and maintaining internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatements, whether due to frauds or errors, selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

1.3 Scope of Audit and Basis of Opinion

My responsibility is to express an opinion on these financial statements based on my audit. Audit opinion, comments and findings in this report are based on a review of the financial statements presented to audit and substantive tests of samples of transactions. The scope and extent of such review and tests were such as to enable as wide an audit coverage as possible within the limitations of staff, other resources and time available to me. The audit was carried out in accordance with Sri Lanka Auditing Standards to obtain reasonable assurance as to whether the financial statements are free from material misstatements. The audit includes the examination on a test basis of evidence supporting the amounts and disclosures in financial statements and assessments of accounting Policies used and significant estimates made by the management in the preparation of financial statements as well as evaluating their overall presentation. I have obtained sufficient information and explanations which to the best of my knowledge and belief were necessary for the purpose of my audit. I therefore believe that my audit provides a reasonable basis for my opinion. Sub-sections (3) and (4) of the Section 13 of the Finance Act, No.38 of 1971 give discretionary powers to the Auditor General to determine the scope and extent of the audit.

2. Financial Statements

2.1 Opinion

So far as appears from my examination and to the best of information and according to the explanations given to me, I am of opinion that the University of Moratuwa had maintained proper accounting records for the year ended 31 December 2010 and except for the effects on the financial statements of the matters referred to in paragraph 2.2 of this report the financial statements have been prepared in accordance with Generally Accepted Accounting Principles, give a true and fair view of the state of affairs of the University of Moratuwa at 31 December 2010 and the financial results of its operations and cash flows for the year then ended.

2.2 Comments on Financial Statements

2.2.1 Accounting Deficiencies

The following observations are made.

- (a) The surplus of Rs.1,820,610 after being adjusted the income and expenditure of the aptitude tests had been brought to accounts as diferred income instead of showing as an income of the year under review.
- (b) Eventhough the surplus of Rs.10,307,523 arisen at the end of 50 courses, 04 projects and 07 workshops should have been brought to accounts as income of each year, it had been shown in the accounts as diferred income.
- (c) Action had not been taken settle or to take into account the unclaimed wages of Rs.272,524 relating to 06 years from 2003 to 2008 which had not been claimed by the officers concerned.
- (d) A sum of Rs.528,246 recovered from the students in the year under review in respects of losses and damages caused to the University had been shown as a liability in the Balance Sheet instead of accounting as income.
- (e) Interest income of Rs.360,835 receivable from investments of Rs.6,000,000 in fixed deposits made during the year 2010 had not been brought to accounts.
- (f) Direct credit of Rs.3,666,664 and the direct debit of Rs.5,150 in the Current account of the Bank of Ceylon as at the end of the year under review had not been identified and brought to accounts.
- (g) The amount of Rs.2,391,311 received from sale of scraps during the period 2006 to 2010 had not been adjusted to the cost of those goods and its profit or loss had not been adjusted to the income and expenditure accounts annually. Instead it had been shown under current liabilities in the balance sheet.

- (h) The balance of the students bank deposits suspense account as at the end of the year under review amounted to Rs.170,651 and it had not been identified and adjusted. Instead, it had been shown as current liability in the financial statements.

2.2.2 Non-reconciliations

According to the Generated Fund Capital Account in the main ledger the balance as at 31 December 2010 amounted to Rs.226,529,338 but accordingly to the Balance Sheet such balance had been shown as Rs.226,719,100, thus indicating a difference of Rs.189,762 between those balances.

2.2.3 Accounts Receivable and Payable

The following observations are made.

- (a) Distress loans of Rs.468,030 due from 09 officers, staff loans of Rs.40,086 due from 08 officers, vehicles loans of Rs.37,400 due from 02 officers and computer loans of Rs.25,500 due from 02 officers had remained outstanding for 6 years and action had not been taken to recover same.
- (b) Action had not been taken to recover a sum of Rs.4,433,752 for violation of bonds agreements and loan balances Rs.95,850 had been due from 04 officers who had not balance in the universities provident fund .
- (c) Action had not been taken to recover compensations of Rs.29,083,664 due from 28 officers who had breached agreements and bonds, loan balances of Rs.796,339 from their universities provident funds and the balance personally. Eventhough the approval had been given by 14 officers of them to recover a sum of Rs.2,652,112 from their universities Provided fund , this money had not been recovered even by 31 December 2010.

- (d) The debtor balance of Rs.4,435,700 receivable from the Department of Sports Development before the year 2006 in respect of the construction of indoor stadium of the University of Moratuwa had not been recovered up to date.
- (e) A balance of Rs.1,051,647 given to the nine researches for which the National Science Foundation had sponsored had remained under current liabilities of the University for the period of 02 to 06 years without being changed and action had not been taken settle it.
- (f) A balance of Rs.2,253,144 given to the eight researches for which the other institutions had sponsored had remained unchanged under current liabilities for the period of 03 years and action had not been taken to recover same.

2.2.4 Lack of Evidence for Audit

The following amounts shown in the accounts in the year under review could not be satisfactorily verified in audit due to non-availability of detailed schedules for audit to establish those values.

Item	Value
-----	-----
	Rs.
(a) Income receivable	14,125,829
(b) Refundable deposits	13,642,118

Total	27,767,947
	=====

2.2.5 Transactions not Supported by Adequate Authority

The following instances were observed.

- (a) Conducting post graduate courses is one of the activities of a University in terms of Section 29 (d) and 29 (e) of the Universities Act, No. 16 of 1978. Eventhough the approval of the Treasury should be obtained for the payment of allowances according to the Letter No. PE/1/174/1 - 2003 dated 29 January 2003 of the Secreatry to the Ministry of Finance, a sum of Rs.3,762,405 from the income of post graduate courses and a sum of Rs.264,624 from the income of short term courses had been paid to the officers during the year under review by using the Public Finance Circular No. 380, contrary to the above provisions.
- (b) In terms of Public Enterprises Circular No. 38/89 (III) dated 10 October 1995, the Language Proficiency allowance could not be paid to the officers of the Statutory Boards and it was informed to the Chairman of the Universities Grant Commission by the letter No. PE/1/174/11(b) dated 10 March 1998 of the Director General of Public Enterprises. Accordingly, the Secretary to the Ministry of Tertiary Education and Training had requested from the Universities Grant Commission to stop the payment of langauge proficiency allowance to all catergories of officer in the University system by his letter No. 7/12/1/UGC/2 dated 01 July 2003. Nevertheless, a sum of Rs.953,600 had been paid to the officers during the year under review as proficiency allowances contrary to that provision.
- (c) Eventhough the Director General of Budget had informed by his letter No.B/D/INS/CLUS - G/078 dated 18 July 2003 that the academic allowance should not be considered in paying contributions to the EPF of the Universities and ETF, a contribution of Rs.2,854,929 to the Universities Provident Fund and a contribution of Rs.570,986 to the ETF had been over paid during the year 2010, contrary to that provision.

3. Financial and Operating Review

3.1 Financial Review

3.1.1 Financial Results

According to the financial statements presented, the operation of the University, including the students hostel had resulted in a deficit of Rs.946,766,058 before taking into accounts the government grants for recurrent expenditure and amortization for the year ended as at 31 December 2010 as compared with the deficit of Rs. 934,282,325 for the preceding year. The deficit for the year under review had decreased to Rs.39,435,204 after taking into accounts the government grants of Rs.773,200,000 received for recurrent expenditure and the amortization of Rs.134,130,854. The deficit for the preceding year had decreased to Rs.93,465,117 after the receipt of government grants amounting to Rs.717,900,000 for recurrent expenditure and the amortization of Rs.112,917,212.

3.1.2 Financial Management Inefficiencies

The following observations are made.

- (a) A sum of Rs.24,289,080 in the consultancy services reserve fund had been retained in a current account and attention had not been paid to earn an interest income by investing this money.

- (b) Due to delay in banking the cheques valued at Rs.35,000,000 issued in respect of investment in fixed deposits as at 31 December 2010 an interest income of Rs.300,000 had been deprived of.

3.2 Operating Review

3.2.1 Management Inefficiencies

The following observations are made.

- (a) Eventhough the new ownership of a property should be informed to the relevant local authority within 08 weeks after the change of the property in respect of payment of rates, the ownership of 07 buildings and properties purchased a few years ago had not been transferred to the University and rates had been paid in the name of the previous owner.
- (b) Eventhough the period of completion of 77 researches recommended by the Senate Research Committee for which a provision of Rs.22,924,500 had been made had elapsed, the relevant researches had not been completed up to date.

3.2.2 Performance

- (a) A number of permanent lectures who were in the service during the year under review are given below as faculties and number of students.

	Faculty of Engineering	Faculty of Information Technology	Faculty of Architecture
	-----	-----	-----
Number of permanent lecturers	218	21	70
Number of Students in the faculty	3105	395	1202
Number of students per lecturer	14	18	17

- (i) The number of permanent lecturers in the Department of Chemical and Process Engineering during the year under review amounted to 12 and the number of visiting lecturers amounted to 23. Thus 65% of lecturers represented visiting lecturers.
- (ii) The number of permanent lecturers and visiting lecturers during the year under review in the Department of Computer Science and Engineering amounted to 16 and 52 respectively, thus representing 76% of visiting lecturers.
- (iii) The number of permanent lecturers and visiting lecturers in the Department of Mechanical Engineering amounted to 22 and 31 respectively. Thus representing 58% of visiting lecturers.

(b) Students particulars in the year under review are given below.

	Faculty of Engineering	Faculty of Information Technology	Faculty of Architecture
	-----	-----	-----
Number of undergraduates enrolled	812	135	297
Number of graduates passed out	697	28	268
Number of students retained	3105	395	1202

- (i) The number of permanent lecturers in services during the year under review amounted to 309 and the students per lecturer were 15.
- (ii) A sum of Rs.7,939,600 had been paid as Mahapola Scholarships aids to 2365 students during the year under review and a sum of Rs.9,392,700 had been paid to 1466 students as student bursseries.

- (iii) Except depreciations, the recurrent expenditure for the year under review amounted to Rs.810,625,738 and as such, per student cost stood at Rs.172,400.
- (iv) Hostel facilities had been provided to 881 male students and 240 female students during the year under review and the hostel expenditure amounted to Rs.628,371.
- (v) Students who failed the examinations in the Faculty of Information Technology during the year under review had represented 21%'

3.2.3 Budgetary Control

Significant variances were observed between the budgeted and actual revenue and expenditure thus indicating that the budget had not been made use as an effective instrument of management control.

4. Systems and Controls

Weaknesses in systems and controls were brought to the attention of Vice Chancellor of the University from time to time. Special attention is needed in respect of the following areas of control.

- (a) Payment and Settlement of Advances
- (b) Income on Post Graduate Diploma Courses
- (c) Debt Recovery
- (d) Maintenance of Ledgers
- (e) Budgetary Control
- (f) Breach of Agreements
- (g) Researches
- (h) Subsidiary Registers

H.A.S.Samaraweera
Acting Auditor General

Auditor General's Report, in terms of Section 108 (2) of the Universities Act No. 16 of 1978 and Section 13 (7) of Finance Act No. 38 of 1972, with regard to the Financial Statements of the Moratuwa University, for the year ended 31st December, 2010.

Reference to Laws and Regulations	Matters pointed out by the Auditor General	Replies and Observations referred to the Auditor General
<p>2.2 Opinion expressed on Financial Statements 2.2.1 Accounting Deficiencies</p>	<p>(a) Instead of showing the sum of Rs.1,820,610 million, the excess after adjusting the income expenditure of the Aptitude Tests, as income of the year, such amount had been accounted for as differed revenue.</p> <p>(b) Although the excess of Rs.10,307,523/- derived at the end of conducting 50 courses, 04 projects, and 07 workshops, should have been accounted for as revenue of the respective years, the amount was shown as differed revenue in the accounts.</p>	<p>(a) Action will be taken to account for the excess sum of Rs.1,820,610 million, after adjusting the income and expenditure of the Aptitude Tests, in the year 2011.</p> <p>(b) The relevant 50 courses could be classified as follows and the details are shown below.</p> <p>Out of the 35 courses, except the short term Training Programme in IT for school teachers, the relevant balances of other courses had been credited to revenue with the recommendation of the Finance Committee and the approval of the University Council. (Through Journal Entries 33231 and 34235) The balance in the aforesaid short term Training Programme in IT Course, will be referred to the Finance Committee and the Council for a decision.</p>

	<p>(c) Action had not been taken either to settle or taken to revenue, the sum of Rs.272,524/- unclaimed wages by officers, for 6 years commencing from 2003 to 2008.</p>	<p>As the four projects are not completed as yet, it is not possible to credit to the revenue, the sum of Rs.2,182,373/- relevant to such accounts.</p> <p>Out of the nine accounts relevant to the Postgraduate degree programmes, four are conducted for Postgraduate Research degrees under each department. Since there is no possibility of crediting to the revenue, the values attached to the accounts, they would be carried forward with relevant to other accounts. Matters will be referred to the Finance Committee and Council for a decision.</p> <p>Since three accounts are maintained relevant to other courses for counseling conducted to students, and since these counseling courses are conducted to suite timely situations, the balances in the accounts are broughtforward. Similarly another account is being maintained in respect of a donations received for sports activities, such balances also had to be broughtforward. With regard to the balances in other 2 courses, matter will be referred to Finance Committee and Council for a decision.</p> <p>(c) With regard to the unclaimed wages of officers, action will be taken to refer the matter to the Finance Committee and Council for a decision.</p>
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	<p>(d) Instead of accounting as revenue the sum of Rs.528,246/- recovered from student for losses and damages within the year under review, it has been shown as a liability in the balance sheet.</p> <p>(e) Rs.360,835/- receivable as interest on investment of Rs.6,000,000/- within the year 2010, was not accounted for as revenue on interest.</p> <p>(f) Direct credits of Rs.3,666,664/- and direct debits of Rs.5150/- in the current account maintained in Bank of Ceylon, at the end of the year under review, had not been identified and accounted for.</p> <p>(g) Without adjusting annually to the revenue account, the gain or loss, after adjusting the sum of Rs.2,391,311/- received on sale of condemned items during the years 2006 to 2010, it had been shown under current liabilities.</p>	<p>(d) It is intended to do the necessary adjustments in the year 2011 with regard to Rs.528,246/- recovered from students for losses and damages.</p> <p>(e) Interest receivable not accounted for in 2010 by an oversight, will be accounted for in 2011.</p> <p>(f) Because of the delay in forwarding the credit advices relevant to direct credits to the account, accounting for such direct credits is delayed. However, direct credits of Rs.2,139,432.26 had already been credited for, and all direct debits also had been accounted for as at date.</p> <p>(g) With regard to the revenue received on sale of condemned items, the necessary adjustments will be made in the year 2011.</p>
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	(h) The balance in the students bank deposit suspense account at the end of the year under review was Rs.170,651 instead of identifying this amount and making the necessary adjustments, it had been shown as a current liability in the Financial Statements.	(h) With regard to the balance in the students bank deposits suspense account, the necessary adjustments will be made after identifying such balances in the year 2011.
2.2.2 Non-Reconciliations	According to the General Ledger the capital fund account had a balance of Rs.226,529,338/- as at 31.12.2010. But according to the balance sheet this balance was shown as Rs.226,719,100, thus showing a difference of Rs.189,762 between the two balances.	Action had been taken to identify and rectify the differences.
2.2.3 Accounts receivable and payable	(a) Distress loans of Rs.468,030 recoverable from 09 officers, staff loans of Rs.40,086 recoverable from 08 officers, vehicle loans of Rs.37,400 recoverable from 02 officers and computer loans of Rs.25,500 recoverable form 02 officers	(a) Action was taken to recover the distress loans from 7 officers out of 9 and with regard to the other two, recoveries had been delayed as they have still not submitted to the university the papers of releasing their Provident Fund.

	<p>were lying unrecovered but action had not been taken to recover such balances.</p> <p>(b) Action had not been taken to recover Rs.4,433,752 due for violation of Bonds and Agreements, and Rs.95,850 loans from 4 officers who did not have a balance in the University Provident Fund.</p>	<p>Recovery of dues of staff loans from 3 out of 8 had already been made and recoveries of 04 had been delayed as they had not submitted their Provident Fund release papers to the University. Legal action had been initiated with regard to one officer.</p> <p>Vehicle loans have been recovered from the officers concerned.</p> <p>Computer loans also have been recovered from the officers concerned.</p> <p>(b) Legal advice is being sought in this connection.</p>
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	<p>(c) No Action had been taken to recover from 28 officers who had violated Bonds & Agreements to the value of Rs.29,083,664 and Rs.796,339 loans, either from their University Provident Fund and the balance if any, from them. Although 14 of them had given their consent to recover their dues of Rs.2,652,112 from the University Provident Fund , such amount had not been recovered until 31st December, 2010.</p> <p>(d) The balance of Rs.4,435,700 receivable from the Sports Development Department for the construction of a indoor stadium for the Moratuwa University, prior to even 2006 had not been recovered so far.</p>	<p>(c) From the 28 officers who had violated Bonds & Agreements, the total amount due was Rs.57,007,730.49. However, because of the methodical and efficient system adopted, the University was able to recover Rs.23,351,909.85. In addition the required documents to recover a further sum of Rs.2,652,112.29 from the relevant officers, Provident Fund had been, taken to recover the balance and in respect of unrecoverable amount, if any, legal action will be instituted.</p> <p>(d) Sports Development Department had been informed to pay this amount.</p>
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	<p>(e) Nine Research Projects funded by the National Science Foundation at a cost of Rs.1,051,647 is being kept in a current liability account unchanged from 2 to 6 years, without any action being taken to settle the matter.</p> <p>(f) Sponsorship from other institutions for eight research works in a sum of Rs.2,253,144 is being shown as a current liability, unchanged for 3 years, but no action taken to settle the matter.</p>	<p>(e) The work of the nine research project funded by the National Science Council, is not completed as yet. Action will be taken to inform the researches to complete research work and hand over the relevant reports.</p> <p>(f) Eight Research Projects sponsored by other institutions are still in progress. The relevant officers will be notified to complete the research</p>								
<p>2.2.4 Non-Availability of evidence in audit</p>	<p>Since the detailed schedules in respect of the following values shown in the current years financial statement, were not submitted in audit, such values could not be confirmed in audit as correct values.</p> <table data-bbox="541 1208 1115 1398"> <thead> <tr> <th style="text-align: center;"><u>Item</u></th> <th style="text-align: center;"><u>Value</u></th> </tr> </thead> <tbody> <tr> <td>(a) Revenue Receivable</td> <td style="text-align: right;">Rs.14,125,829</td> </tr> <tr> <td>(b) Deposits Payable</td> <td style="text-align: right;"><u>Rs.13,642,118</u></td> </tr> <tr> <td></td> <td style="text-align: right;"><u><u>Rs.27,767,947</u></u></td> </tr> </tbody> </table>	<u>Item</u>	<u>Value</u>	(a) Revenue Receivable	Rs.14,125,829	(b) Deposits Payable	<u>Rs.13,642,118</u>		<u><u>Rs.27,767,947</u></u>	<p>Action will be taken in future to submit in audit. The schedules in respect of revenue receivable and deposits payable.</p>
<u>Item</u>	<u>Value</u>									
(a) Revenue Receivable	Rs.14,125,829									
(b) Deposits Payable	<u>Rs.13,642,118</u>									
	<u><u>Rs.27,767,947</u></u>									

<p>2.2.5 Transactions not covered with adequate authority</p>	<p>(a) Conducting Postgraduate Programmes is one activity in a University as per Clause No.29(d), 29 (e) of Universities Act No. 16 of 1978, and for payment of such programmes, approval should be obtained in terms of Ministry of Finance Secretaries letter No. PE/1/174/1-2003 of 29.01.2003. However, on contrary Rs.3,762,405 from Postgraduate Programmes and Rs.264,624 from short term courses, had been paid during the year under review in terms of Government Finance Circular No.380.</p> <p>(b) As the Chairman, University Grants Commission had been informed by Public Enterprises Director General's letter No. PE/1/174/11 (B) of 10.03.1998, that officers in Statutory Boards cannot be paid the official language proficiency allowance in terms of P/E Circular No.38/89 (111) of 10.10.1995, the Secretary of Tertiary Education and Training by his letter No. 7/12/1/U.G.C./2 dated 01.07.2003,</p>	<p>(a) University Employees are paid for work in respect of Postgraduate programmes and short term courses based on instructions in Government Finance Circular No. 380. As these activities are additional duties and responsibilities of the University employees and as they do so to enhance the self earnings of the Institute, such payments had been made within a specified period with Council approval.</p> <p>(b) These payments were made as per University Grants Commission Establishment Circular letter No.06/2003 dated 05.06.2003.</p>
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	<p>had requested the U.G.C. to stop, with immediate effect, the payment of official language proficiency allowance to all employees of the University system. However, disregarding such instructions Rs.953,600/- has been paid to University employees as official language proficiency allowance within the year under review.</p> <p>(c) The Director budget had informed by his letter No. B/D/INS/CLUS-G/078 dated 18.07.2003, that the Academic Allowance should not be taken into consideration when making contributions to the University Provident Fund and the Employees Trust Fund. Since contributions had been made contrary to above instructions excess contributions in a sum of Rs.2,854,929 to the University Provident Fund and Rs.570,986 to the Employees Trust Fund had been made relevant to the year 2010.</p>	<p>(c) Contributions made to the University Provident Fund and the Employees Trust Fund reconing the Academic Allowance, had been stopped as per instructions in U.G.C. Circular No.955 of 28.04.2011.</p>
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<p>3.1.2 Financial Management Inefficiencies</p>	<p>(a) Rs.24,289,080 in the consultancy reserve fund was kept in a current account, but was not intended to invest such amount to earn an interest.</p> <p>(b) Interest in a sum of Rs.300,000 was lost because of the delay in presenting a cheque for Rs.35,000,000 for investment in deposits as at 31.12.2010.</p>	<p>(a) Since there was a decision to utilize such funds for future development purposes of the University and to purchase a high capacity generator, funds in the consultancy reserve fund were not invested with a view to earning interest.</p> <p>(b) The main cash book should be closed at the end of the last month of the financial year and should be balanced after making all payments due for that year. In view of these practical difficulties certain delays tend to take place. Accordingly there had been a delay in presenting this cheque to the bank. However, action will be taken to avoid these situations in future.</p>
<p>3.2.1 Management Inefficiencies</p>	<p>(a) It is a requirement to register the new ownership by informing the relevant local authority, within 8 weeks of the change in the ownership, with regard to the payment of taxes. However, taxes have been paid in the name of the previous owner, in respect of seven properties and buildings purchased a few years back, without registering the ownership in the name of the University.</p>	<p>(a) Action had been taken to register the relevant properties in the name of the University.</p>

	<p>(b) Although the specified period of completion of 77 Research Projects recommended by the University Senate Research Committee and funding provided in a sum of Rs.22,924,500 had not been completed todate.</p>	<p>(b) Of the 77 Research Projects, some have been completed and reports handed over by now. With regard to others the research period had been extended on the recommendations of the University Senate.</p>
<p>3.2.2 Performance</p>	<p>i. There were 12 Permanent Lecturers and 23 Visiting Lecturers in the Department of Chemical and Process Engineering within the year under review. Hence from the number of Lecturers 65% were Visiting Lecturers.</p> <p>ii. There were 16 Permanent Lecturers and 52 Visiting Lecturers in the Department of Computer Science & Engineering within the year under review. Hence from the number of Lecturers 76% were Visiting Lecturers.</p>	<p>University appoints Visiting Lecturers to teach a particular subject or a certain section included in a subject. These Visiting Lecturers do not get involved in full time academic work in a University, but they are professionals who had shown skills in a particular subject area. Hence their services are obtained on a visiting basis. The Permanent Lecturers of the Departments do full time academic work in the University and conduct much more lectures what should be compared is not the number of permanent and Visiting Lecturers by the number of permanent and Visiting Lectures they conduct.</p>

	<p>iii. Similarly, There were 22 Permanent Lecturers and 31 Visiting Lecturers in the Mechanical Engineering Department. Hence from the number of Lecturers 58% were Visiting Lecturers.</p> <p>v. In the Faculty of Information Technology the number of students who had failed their examinations during the year under review stood at 21%.</p>	<p>v. Certain students of the Faculty of Information Technology do not successfully complete the degree within a specified period of time they are not considered as failures as they complete the degree examination subsequently.</p>
04. Systems and Controls	<p>Deficiencies in the systems and controls were brought to the notice of the Vice-Chancellor now and again. Special attention should be paid to these administrative areas.</p>	<p>Systems and controls are carried out effectively even now. However steps will be taken to systematize them furthermore.</p>

Sgd./Prof. Malik Ranasinghe
Vice-Chancellor
University of Moratuwa

21.8 Financial Performance of Statutory Boards - 2010

1 **Name & Address of Enterprise** - University of Moratuwa, Katubedda, Moratuwa

2 **Mission** -

To be the Leading Knowledge Enterprise for technological and related disciplines in Asia by:

Providing transformative education that nurtures the inquiring mind and develops skills for a diversity of challenges;

Carrying out nationally relevant and high-impact research to expand the boundaries of knowledge;

Promoting entrepreneurship and facilitating technology transfer;

Providing expert services to the State, Industry and the Society as an Internationally positioned National University; and

Contributing to sustainable, scientific, technological, social and economic development of Sri Lanka.

3 **Major Activities**

Teaching, Research, Consultancy and other professional activities in Engineering, Architecture, Information Technology and allied technological fields.

4 **Performance Trend**

			2006	2007	2008	2009	2010
	Revenue & Expenditure						
1	Govt: Grant - Recurrent	Rs.'000	532,000	606,347	660,000	717,900	773,200
2	Own Revenue- Recurrent	Rs.'000	6,146	7,410	9,533	10,466	11,405
3	Other Recurrent Grants (Mahapola & Bursary etc)	Rs.'000	14,548	21,721	24,471	19,531	17,771
4	Total Revenue- Recurrent (1+2+3)	Rs.'000	552,694	635,478	694,004	747,897	802,376
5	Total cost of Employment	Rs.'000	366,978	447,282	464,522	513,557	531,797
6	Other Recurrent Expenditure (Excluding Depreciation)	Rs.'000	184,923	214,328	249,879	289,074	278,829
7	Surplus / Deficit {3-(4+5)}	Rs.'000	793	(26,132)	(20,397)	(54,734)	(8,250)
8	Govt: Grant - Capital	Rs.'000	221,000	336,161	304,000	182,000	168,000
9	Other Grants - Capital	Rs.'000	18,227	9,657	45,922	44,870	-
10	Generated Fund - Capital	Rs.'000	68,311	31,103	34,682	13,867	15,570
11	Capital expenditure - Govt: Grant	Rs.'000	221,000	336,161	304,000	182,000	168,000
	Assets & Liabilities						
12	Investments	Rs.'000	36,761	37,098	38,164	70,018	143,289
13	Non Current Assets	Rs.'000	1,423,535	1,609,208	1,816,588	1,896,148	1,920,955
14	Current Assets	Rs.'000	65,444	72,075	134,011	154,210	195,326
15	Current Liabilities	Rs.'000	182,102	179,881	260,339	297,278	368,990
16	Non Current Liabilities	Rs.'000	73,087	83,550	125,396	194,245	240,174
17	Donations/Foreign Aid (Cumillated)	Rs.'000	870,132	890,713	892,167	898,804	917,858
18	Accumilated Fund	Rs.'000	400,419	564,235	710,860	730,050	732,548
19	Number of Employees -Academic	(Nos)	242	384	399	375	388
20	Total Number of Employees	(Nos)	878	967	872	975	1,009
21	Number of Students	(Nos)	4,950	4,768	4,285	4,740	5,504
	Key Performance Indicators						
i	Own Revenue to Total revenue	%	1.11	1.17	1.37	1.40	1.42
ii	Total cost of Employment per Employee	Rs.'000	418	463	533	527	527
iii	Total cost of Employment per Student	Rs.'000	74	94	108	108	97
iv	Recurrent Grant/per Student/ Per year	Rs.'000	112	133	162	158	146
v	Total Cost per Graduate	Rs.'000	365	427	503	565	599
vi	Employability (within 3 months of Result)	%	95	95	97	95	95
vii	Student per Employee	(Nos)	6:01	5:01	5:01	5:01	5:01
viii	Student per Academic Staff (Actual)	(Nos)	20:01	12:01	11:01	13:01	14:01
ix	student per Vehicle	(Nos)	215.01	198.01	178.01	180.01	190.01