



ANNUAL REPORT 2022



POSTGRADUATE INSTITUTE OF MEDICAL SCIENCES (PGIMS)
UNIVERSITY OF PERADENIYA

Vision

To be an internationally recognized and accredited Centre of Excellence in postgraduate medical education in Sri Lanka, Asia and the world.

postgraduate medical education in Sri Lanka, Asia and the world.

Mission

To plan, develop, offer, monitor and evaluate postgraduate programmes in medical sciences to provide optimal healthcare for the people of Sri Lanka through sustainable education, research and innovation.

Values

- Equality of opportunity
- Academic integrity and professionalism
- Critical pursuit of knowledge
- Social sensitivity and mutual respect
- Diversity and freedom of expression
- Democratic governance and management
- Accountability and transparency of operations

Goals

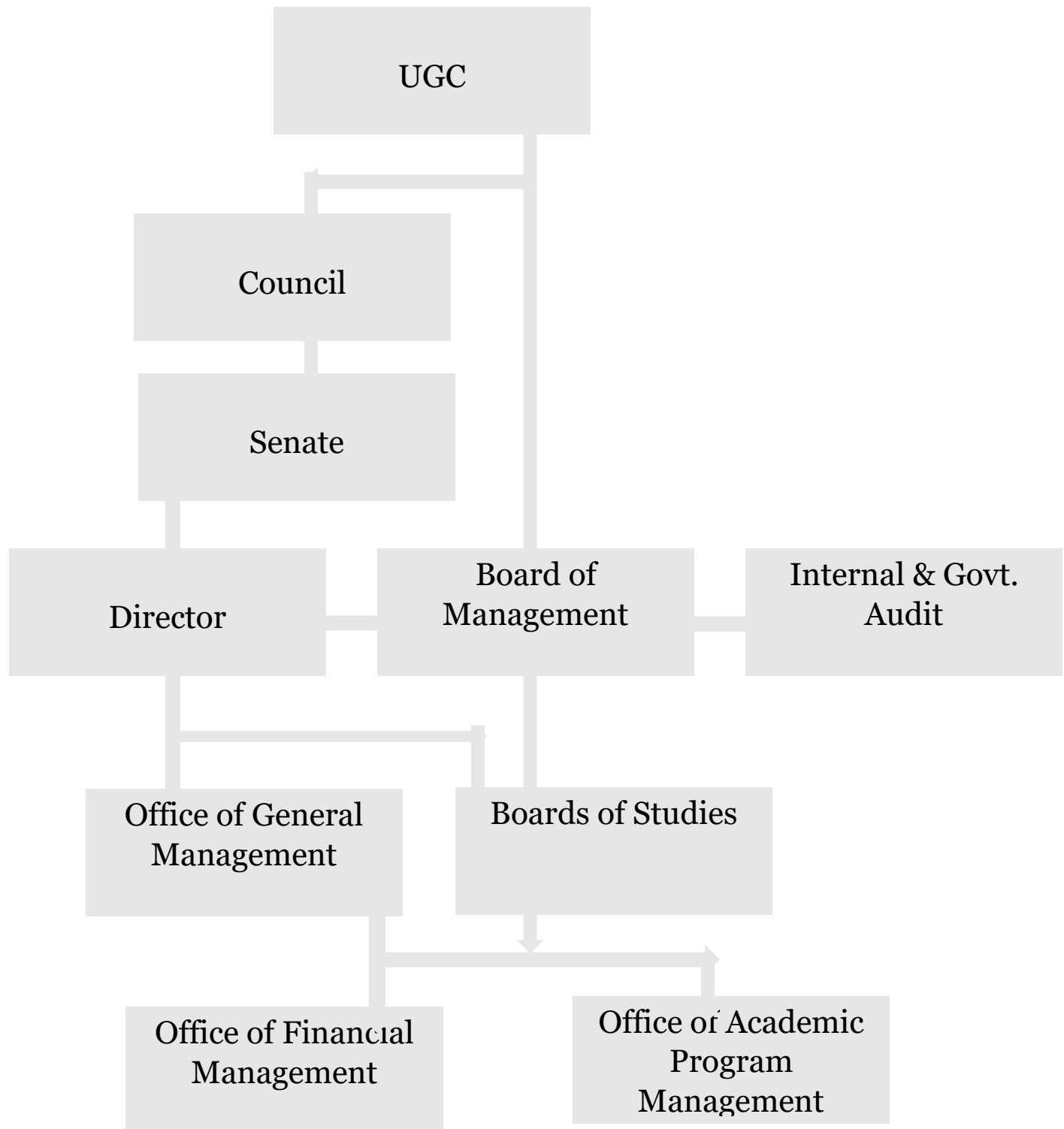
- To develop facilities
- To establish an efficient system of administration and financial management
- To establish study programs
- To create a student-centered learning environment founded on mutual respect, social sensitivity, and professionalism
- To promote a dynamic research culture and an efficient system for dissemination of knowledge
- To ensure Transparency and Good Governance

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ORGANIZATIONAL STRUCTURE



COMPOSITION OF THE BOARD OF MANAGEMENT

(As of 30th November 2022)

S. N	Name of the Member	Affiliation
1.	Prof. Samath D. Dharmaratne	Director, PGIMS, University of Peradeniya
2.	Dr. E.M.P.C.S. Ekanayake	Dean, Faculty of Arts, University of Peradeniya, University of Peradeniya
3.	Prof. M. D. M. I. D. K. Yatawara	Dean, Faculty of Allied Health Sciences, University of Peradeniya
4.	Prof. K.A.S.S. Kodithuwakku	Dean, Faculty of Agriculture, University of Peradeniya
5.	Dr. U.I. Dissanayake	Dean, Faculty of Engineering, University of Peradeniya
6.	Prof. M.V.G. Pinto	Dean, Faculty of Medicine, University of Peradeniya
7.	Prof. E.M.A.S.B. Ekanayake	Dean, Faculty of Management, University of Peradeniya
8.	Prof. R G.S.C. Rajapaksha	Dean, Faculty of Science, University of Peradeniya
9.	Prof. P.G. Anil Pushpakumara	Dean, Faculty of Veterinary Medicine and Science, University of Peradeniya
10.	Prof. Manjula Attygalla	Dean, Faculty of Dental Sciences, University of Peradeniya
11.	Mr. W.K.L.E. Walallavita	For Secretary, Ministry of Education (Chief Financial Officer, Ministry of Education)
12.	Dr. D. G. G. S. Dayanath	For Secretary, Ministry of Finance (Director, Department of Management Audit, Ministry of Finance)
13.	Dr. Sunil De Alwis	For Secretary, Ministry of Health (Additional Secretary, Medical Services, Ministry of Health)
14.	Dr. Asela Gunawardena	Director General of Health Services, Ministry of Health
15.	Dr. Pandula Siribaddana	For Director, Postgraduate Institute of Medicine, University of Colombo (Senior Lecturer, Postgraduate Institute of Medicine)
16.	Prof. Ishan de Zoysa	UGC nominee (Professor in Surgery, Department of Surgery, Faculty of Medicine, University of Colombo)
17.	Prof. T. Kumanan	UGC nominee (Professor in Medicine, Department of Medicine, Faculty of Medicine, University of Jaffna)
18.	Mr. Kamal Padmasiri	UGC nominee (Former Secretary, Ministry of Provincial Councils, Local Government and Sport)
19.	Dr. Surantha Perera	UGC nominee (Consultant Paediatrician and Neonatologist, Castle Street Hospital for Women, Colombo)
20.	Prof. Devaka K. Weerakoon	UGC nominee (Senior Professor in Zoology, Department of Zoology and Environmental Sciences, Faculty of Science, University of Colombo)
21.	Prof. D.M. Dissanayake	Faculty of Medicine nominee (Senior Professor, Department of Pathology, Faculty of Medicine, University of Peradeniya)
22.	Prof. Arinda Dharmapala	Faculty of Medicine nominee (Professor in Surgery, Department of Surgery, Faculty of Medicine, University of Peradeniya)

	Name	Affiliation
23.	Prof. P.S.K. Nanayakkara	Faculty of Medicine nominee (Professor in Anaesthesiology, Department of Anaesthesiology and Critical Care, Faculty of Medicine, University of Peradeniya)
24.	Dr. Sardha Hemapriya	Nominee from the Council, University of Peradeniya (Consultant Obstetrician and Gynaecologist, National Hospital, kandy)
25.	Senior Professor Vidya Jyothi Vajira H. W. Dissanayake	Council Nominee (Dean, Faculty of Medicine, University of Colombo)
26.	Mr. Samantha Ratwatte	Council nominee (Presidents Council)
27.	Prof. C.M.B. Dematawewa	Co-opted member (Director, Postgraduate Institute of Agriculture, University of Peradeniya)
28.	Prof. Terrence Madhujith	Co-opted member (Deputy Vice Chancellor, University of Peradeniya)
29.	Ms. H.M.D.Y. Herath	Acting Registrar, PGIMS
30.	Ms. W.H.A.D. Dilrukshi	Acting Deputy Bursar, PGIMS

SECTION 1 DIRECTOR'S STATEMENT/REVIEW OF THE INSTITUTE FOR THE YEAR 2022



Since being appointed as the first Director of the Postgraduate Institute of Medical Sciences (PGIMS), University of Peradeniya, and assuming duties on September 02, 2021, the PGIMS has come a long way and is on the verge of offering its first-degree programs to the public.

The PGIMS started in September 2021 from the Prof. Samath D Dharmaratne's (the first Director) room in the Department of Community Medicine, Faculty of Medicine, University of Peradeniya. Due to the good offices of the Vice Chancellor of the University of Peradeniya, Senior Professor M.D. Lamawansa and the Dean of the Faculty of Medicine, Prof. Vasanthi Pinto, the PGIMS was given a place to stay, first in the Faculty of Medicine and then to the 'Old Police Station building', Gatembe, Peradeniya, where it is located now. The PGIMS was also provided with an acting Registrar, an acting Bursar, a Management Assistant and a Research Assistant from the Faculty of Medicine and a Works Aid from the University of Peradeniya.

The University Grants Commission, the Chairman, Senior Professor Sampath Amaratunge and Mr. S. Ranaweera, the Accountant supported the establishment of the PGIMS and helped with necessary support and allocation of funds. The UGC also supported the establishment of degree programs by approving the transfer of two programs from the Faculty of Medicine to the PGIMS.

I, the first Director of the PGIMS, is happy and proud to present you this annual report and think that I and my staff was able to achieve remarkable progress, in-spite of social, financial, and institutional crises that occurred during 2022.

I take this opportunity to thank all who helped me, supported me and motivated me to remain in this position and to take forward the second medical postgraduate institute in Sri Lanka to great heights.

Prof. (Dr.) Samath D. Dharmaratne
Director

SECTION 2 BACKGROUND OF THE INSTITUTE

The Postgraduate Institute of Medical Sciences (PGIMS) was established on 9th of September 2019 under section 24A (1) of the Universities Act, No.16 of 1978 and was published in Gazette Extraordinary No. 2141/13 of 2019. The Institute is affiliated to the University of Peradeniya, Sri Lanka.

The authorities of the institute are the: -

- (a) Board of Management
- (b) Boards of Studies and
- (c) any other bodies as may be prescribed by the Ordinance to be such authorities.

The Institute established Boards of Study for each of the following specialties of Medicine, and can establish other Boards for specialties of Medicine in which teaching and training are intended and needs to be approved by the Commission upon the recommendation of the Board of Management and the University of Peradeniya.

- (a) Clinical Sciences;
- (b) Basic Medical Sciences;
- (c) Applied Medical Sciences; and
- (d) Health Sciences

Prof. Samath D Dharmaratne, the Chair Professor of Community Medicine, Faculty of Medicine, University of Peradeniya, was appointed as the first Director of the PGIMS on September 01, 2021, and assumed duties on September 02, 2021.

In March 2022, the PGIMS moved to its current location, in Gatembe Peradeniya, and had its first Board of Management (BoM) meeting in the Senate Room of the University of Peradeniya in January 2022. It also was able to establish the Board of Studies in 2022 and planned to start its first programs in January 2023.

A draft five-year Strategic plan (2022-2026) was prepared and was presented to the BoM and was approved. This will be finalized in 2023. The strategic plan presented 6 goals under three key areas of operation, namely, Improving Quality and Standard of Teaching and Research; Promoting Efficiency in Administration and Financial Management; and Strengthening Good Governance and Ethical Conduct. The Strategic Plan 2022-2026 will implement forty-eight actions under thirty-one strategies and thirteen objectives under the following six goals:

- To develop facilities;
- To establish an efficient system of administration and financial management;

- To establish study programs;
- To create a student- centered learning environment founded on mutual respect, social sensitivity, and professionalism;
- To promote a dynamic research culture and an efficient system for dissemination of knowledge;
- To Ensure Transparency and Good Governance.

The positive execution of the actions of the strategic plan is expected to facilitate the institute to be an internationally recognized and accredited Centre of Excellence in postgraduate medical education in Sri Lanka, Asia and the world.

The institute expects to conduct the following discipline-wise degree programs:

Short Courses;

Master of Sciences;

Master of Philosophy; and

Doctor of Philosophy.

The institute awaits approval from the University Grants Commission (UGC) before advertising the following degree programs.

- Master of Science in Exercise and Sports Sciences (MSc ESS) program
- Master of Public Health (MPH) program

The institute aims for these programs to begin in 2023.

The institute will sustain its plans to widen access to above pending programs and introduce new programs with an interdisciplinary and multidisciplinary focus in order to expand and diversify its postgraduate offerings. The institute will keep creating new degree programs as needed and in accordance with the Strategic Plan. It will also work with both public and private institutions to run fresh, short-term training programs for the workforce.

Failures and Justifications

Since its establishment, various barriers have interrupted the functioning of the institute. With COVID-19 control measures like countrywide lockdown, the regular functioning of the institute was interrupted.

The PGIMS received a financial allocation in February 2022. Without the necessary funds, the institute faced various financial difficulties. With all that, PGIMS continued its activities with the necessary adjustments.

Due to the above reasons, the academic program's commencement was delayed. With the resolution of the aforementioned situations, PGIMS began the process of academic program development.

SECTION 3 BOARD OF STUDY AFFILIATES

(As at 30th November 2022)

3.1 BOARD OF STUDY IN HEALTH SCIENCES

The inauguration meeting of the Board of Study in Health Sciences was conducted in November 2022. Prof. H.M.T.U. Herath was appointed as the Chairperson and Prof. B.E.P. Mendis was appointed as the Secretary of the Board of Study in Health Sciences.

S. N	Name of the Nominee	Affiliated Institution
1	Prof. D.R.A. Dissanayake	Faculty of Veterinary Medicine and Animal Sciences, University of Peradeniya
2	Dr. R.M.R.D.B. Ranaweera	Faculty of Engineering, University of Peradeniya
3	Dr. W.R.P. Wijesinghe	Faculty of Science, University of Peradeniya
4	Prof. R.H. Kuruppuge	Faculty of Management, University of Peradeniya
5	Prof. C.M. Wickramathilake	Faculty of Medicine, University of Ruhuna
6	Prof. Gominda Ponnampereuma	Faculty of Medicine, University of Colombo
7	Ms. Shashi Alahakoon	Faculty of Health Care Sciences, Eastern University Sri Lanka
8	Prof. H.M.T.U. Herath	Faculty of Allied Health Sciences, University of Peradeniya
9	Prof. B.E.P. Mendis	Faculty of Agriculture, University of Peradeniya
10	Dr. (Mrs.) G. Dissanayake	Faculty of Arts, University of Peradeniya
11	Prof. L.P.M.M.K. Pathirage	Faculty of Medicine, University of Peradeniya

3.2 BOARD OF STUDY IN APPLIED MEDICAL SCIENCES

The inauguration meeting of the Board of Study in Applied Medical Sciences was conducted in November 2022. Dr. Ralinda Pallawala was appointed as the Chairperson and Dr. W.M.S.N.K. Navaratne was appointed as the Secretary of the Board of Study in Applied Medical Sciences.

S. N	Name of the Nominee	Affiliated Institution
1	Prof. Dileep De Silva	Faculty of Dental Sciences, University of Peradeniya
2	Prof. Jananie Kottahachchi	Faculty of Medicine, University of Sri Jayawardenepura
3	Prof. R.H.A.I. Rathnaweera	Faculty of Medicine, University of Ruhuna
4	Dr. Ralinda Pallawala	Teaching Hospital, Peradeniya
5	Prof. Dilani Lokuhetti	Faculty of Medicine, University of Colombo
6	Dr. Sumeth Perera	Faculty of Medicine, Sabaragamuwa University of Sri Lanka
7	Prof. T.C. Agampodi	Faculty of Medicine & Allied Sciences, Rajarata University of Sri Lanka
8	Mrs. J. Arulnathan	Faculty of Health Care Sciences, Eastern University Sri Lanka
9	Dr. I.E. Weerasinghe	National Hospital, Kandy
10	Prof. S. Kumaran	Faculty of Medicine, University of Jaffna
11	Dr. W.M.S.N.K. Navaratne	Faculty of Medicine, University of Peradeniya

3.3 BOARD OF STUDY IN BASIC MEDICAL SCIENCES

The inauguration meeting of the Board of Study in Basic Medical Sciences was conducted in November 2022. Prof. B.M.H.S.K. Banneheka was appointed as the Chairperson and Dr. J. Mahinthan was appointed as the Secretary of the Board of Study in Basic Medical Sciences.

S. N	Name of the Nominee	Affiliated Institution
1	Prof. B.M.H.S.K. Banneheka	Faculty of Dental Sciences, University of Peradeniya
2	Dr. Varuni Tennakoon	Faculty of Medical Sciences, University of Sri Jayawardenepura
3	Prof. L.W.G.R. Alwis	Faculty of Medicine, University of Ruhuna
4	Dr. Kumudu Bandara	Teaching Hospital, Peradeniya
5	Prof. D.J. Anthony	Faculty of Medicine, University of Colombo
6	Dr. H.T.W. Werakoon	Faculty of Medicine & Allied Sciences, Rajarata University of Sri Lanka
7	Dr. N.D.A. Wageesha	Faculty of Medicine, Sabaragamuwa University of Sri Lanka
8	Dr. J. Mahinthan	Faculty of Health Care Sciences, Eastern University Sri Lanka
9	Dr. C.T. Keppetiyagama	National Hospital, Kandy
10	Senior Prof. (Miss) V. Arasaratnam	Faculty of Medicine, University of Jaffna
11	Dr. T.D.P. Nandadeva	Faculty of Medicine, University of Peradeniya

3.4 BOARD OF STUDY IN CLINICAL SCIENCES

The inauguration meeting of the Board of Study in Clinical Sciences was conducted in November 2022. Prof. D.A.C.L. Dalugama was appointed as the Chairperson and Prof. R.D. Jayasinghe was appointed as the Secretary of the Board of Study in Health Sciences.

S. N	Name of the Nominee	Affiliated Institution
1	Prof. R.D. Jayasinghe	Faculty of Dental Sciences, University of Peradeniya
2	Prof. T.P. Weeraratne	Faculty of Medicine, University of Ruhuna
3	Dr. M.S. Sandya Bandara	Teaching Hospital, Peradeniya
4	Prof. Pujitha Wicramasinghe	Faculty of Medicine, University of Colombo
5	Prof. Chamil Marasinghe	Faculty of Medicine, University of Sri Jayawardenepura
6	Dr. V.I. Dharmawardene	Faculty of Medicine, Sabaragamuwa University of Sri Lanka
7	Dr. A.M.A.H.M.S. Senanayake	Faculty of Medicine & Allied Sciences, Rajarata University of Sri Lanka
8	Prof. M. Umakanth	Faculty of Health Care Sciences, Eastern University Sri Lanka
9	Dr. K.H. Edirisinghe	National Hospital, Kandy
10	Prof. K. Muhunthan	Faculty of Medicine, University of Jaffna
11	Prof. D.A.C.L. Dalugama	Faculty of Medicine, University of Peradeniya

SECTION 4 ADMINISTRATIVE AND NON-ACADEMIC STAFF

The PGIMS has 6 approved cadre position including a Director, an Assistant Registrar, an Assistant Bursar, a Temporary Research Assistant, a Management Assistant and a Technical Officer. The Director, Temporary Research Assistant and Management Assistant cadre posts were filled by December 2022.

Staff Category	Salary Scale	Approved Cadre	Existing Staff								
			Permanent			Acting			Contract		
			Male	Female	Total	Male	Female	Total	Male	Female	Total
			(1)		(2)			(3)			(4)
Academic Staff	U-AC 3 to U-AC 5	1	1	-	1	-	-	-	-	-	-
Administrative Staff & Financial Staff	U-EX 1	2	-	-	-	0	2	2	-	-	-
Academic Support Staff	Fixed	1	-	-	-	-	-	-	0	1	1
Technical Staff	U-MT 1	1	0	0	0	0	0	0	0	0	0
Clerical & Allied Staff	U-MN 1	1	0	1	1	-	-	-	-	-	-
Total		6	1	1	2	0	2	2	0	1	1

Due to the challenging recruitment atmosphere in the country, the administrative staff for the PGIMS is made up of an acting Assistant Registrar from the Faculty of Medicine, University of Peradeniya and an acting Deputy Bursar from the University of Peradeniya.

SECTION 5 ACADEMIC PROGRAM DEVELOPMENT

According to the mission of the PGIMS, to plan, develop, offer, monitor and evaluate postgraduate programmes in medical sciences to provide optimal healthcare for the people of Sri Lanka through sustainable education, research and innovation, it started the process of introducing new market driven thematic degree programs. In the year 2023, the PGIMS aims to commence the following new degree programs.

- Master of Science in Exercise and Sports Sciences (MSc ESS)
- Master of Public Health (MPH)

These two programs were in the Faculty of Medicine, University of Peradeniya, and are now at the UGC, awaiting approval for the transfer to the PGIMS approval. Another program from the Faculty of Dental Sciences is also in the approval process for a transfer to the PGIMS.

Three more programs are in the stage of curriculum development and will be offered in 2023. Several workshops are also being planned to be offered in the next year.

PhDs and MPhils are also other attractive prospects being offered from the PGIMS.

Provided, it can fill the approved cadres in 2023, the staff of the PGIMS will be able to generate much needed funds and stabilize this new institute in the field of postgraduate medical and health education.

SECTION 6 CAPACITY DEVELOPMENT

The PGIMS started to purchase furniture and equipment such as desktop computers, a photocopier, and office cupboards. The lack of sufficient office furniture continues to cause problems for the institute. The country's financial crisis makes it difficult for the PGIMS to purchase enough furniture. By transferring spare furniture from other faculties and postgraduate institutes within the university, the institute is working to meet the need.

The institute's current lack of space for lecture halls, a board room, and administrative procedures is another significant problem.

SECTION 7 GENERAL ADMINISTRATION

Taking into consideration administrative and functional challenges relating to operational activities, the institute developed initiatives to streamline the general administrative process. Two meetings of the Audit and Management Committee of the institute was held in December 2022. The PGIMS began implementing further adjustments to improve its operation and administration according to Committee's advices. The institute completed the activities of preparation of Strategic plan and action plan. The PGIMS had conducted nine meetings of Board of Management regularly and made decisions per their advice and approval. Also, PGIMS has conducted the inauguration meeting of the Finance Committee of the institute in December 2022.

SECTION 8 FINANCIAL PERFORMANCE

8.1 FINANCE HIGHLIGHTS

GOVERNMENT GRANTS (LKAS 20)

Government grant for recurrent expenditure is recognized only when received by the Institute, keeping in line with the provisions of the SLPSAS 01. The recurrent grant received for the year has been recognized as income in the statement of financial performance.

Grants received from the General Treasury of the Government of Sri Lanka through the Ministry of Higher Education/University Grants Commission are recognized as government grants. Presentation of Grants related to Income Method maintains under the Government Grant in the Institute. Details of the Government Grants of the Year 2022 were as follows.

Total Recurrent Grant: Rs. 8,980,000.00

Total Capital Grant : Rs. 0.00

Description	2022		
	Amount Allocated (Rs.)	Amount Released (Rs.)	Unreleased amount (Rs.)
Recurrent Grant (Personal Emoluments and other recurrent)	9,000,000.00	8,980,000.00	20,000.00
Capital Grant (Acquisition of Assets)	5,000,000.00	-	5,000,000.00

OPERATING SURPLUS/ (DEFICIT)

The net surplus for the year 2022 is Rs. 522,363.42 and the net operating result of the Institute after adjusting non- financial transactions is as follows:

Description	2022 (Rs.)
Net Deficit/ Surplus	522,363.42
Add: Non-Financial transeactions	75,541.30
Net Operating Surplus/ (Deficit) after adjusting for Non-Financial transeactions	597,904.72

All the Expenditure incurred in the running of the education service and maintaining the Capital Assets in state of efficiency has been charged to revenue in arriving at the surplus for the year.

8.2 STATUTORY REPORT

STATUTORY REPORT AND DISCLOSURE OF SIGNIFICANT ACCOUNTING POLICIES FOLLOWED IN PREPARING THE FINANCIAL STATEMENTS OF THE POSTGRADUATE INSTITUTE OF MEDICAL SCIENCES, UNIVERSITY OF PERADENIYA FOR THE YEAR ENDED 31ST DECEMBER 2022

CORPORATE FINANCIAL INFORMATION

1.1 Corporate Information

1.1.1 Reporting Entity

The Post Graduate Institute of Medical Sciences, located in the Central Province, Kandy District, Getambe, Peradeniya, Sri Lanka, is a fully government-owned higher educational institute established on September 9, 2019 under an ordinance made by the University Grants Commission under Section 18 read with Section 24A of the Universities Act, No. 16 of 1978. This ordinance may be cited as the Postgraduate Institute of Medical Sciences Ordinance, No. 03 of 2019. The financial operations of the institute started in February 2022.

1.1.2 Date of Authorization for issue

The Financial Statements of the University were authorized for issue by the Board of Management of the Institute at its 1st meeting held on 13th January 2022.

1.1.3 Reporting period

The Financial period of the Post Graduate Institute of Medical Sciences is from 01st January 2022 to 31st December 2022.

1.1.4 Financial Statements

The Financial Statements comprise the Statement of Financial Performance, Statement of Financial Position, and Statement of Changes in Equity, Cash Flow Statement, Comparison of budget and the actual amount and Significant Accounting Policies & Explanatory Notes as at 31st December 2022.

8.3 STATEMENT OF FINANCIAL POSITION

**POSTGRADUATE INSTITUTE OF MEDICAL SCIENCES
UNIVERSITY OF PERADENIYA**

STATEMENT OF FINANCIAL POSITION AS AT 31st DECEMBER 2022

<i>As at 31st December</i>	<i>Note</i>	<i>2022</i>	
		<i>Rs.</i>	<i>Rs.</i>
<u>ASSETS</u>			
Current Assets			
Cash & cash equivalents	01	1,888,707.48	
Unsettlement Advance		42,000.00	
			1,930,707.48
Non-current Assets			
Property, plant & equipment	02	1,412,136.70	
			1,412,136.70
Total Assets			3,342,844.18
<u>LIABILITIES</u>			
Current Liabilities			
Provision for Gratuity		140,665.62	
Audit Fee Payable		100,000.00	
Payables	03	2,343,828.00	
Accrued expenses	04	235,987.14	
			2,820,480.76
Total Liabilities			2,820,480.76
Total Net Assets			522,363.42
<u>NET ASSETS/EQUITY</u>			
Surplus for the year		522,363.42	
			522,363.42
Total Net Assets/Equity			522,363.42

I certify that the Financial Statements comply with the requirements of the Finance Act No. 38 of 1971 and applicable accounting standards.

Deputy Bursar

The members of the Board of Management is responsible for the preparation and presentation of these Financial Statements for the year ended 31st December 2022. The Board of Management was approved the Financial Statements and signed on their behalf

Director/Accounting Officer

Prof. A. M. Attygala
BoM Member

Prof. Vasanthi Pinto
BoM Member

8.4 STATEMENT OF FINANCIAL PERFORMANCE

POSTGRADUATE INSTITUTE OF MEDICAL SCIENCES

STATEMENT OF FINANCIAL PERFORMANCE FOR THE YEAR ENDED 31ST DECEMBER 2022

<i>For the year ended 31st December</i>	<i>Note</i>	<i>2022 Rs.</i>
Operating Revenue		
Recurrent Grant		8,980,000.00
		8,980,000.00
Operating Expenses		
Personal emoluments	05	7,657,922.50
Travelling Expenses	06	312.00
Supplies and consumables	07	88,382.69
Contractual services	08	110,509.09
Depreciation	09	75,541.30
Other recurrent expenses	10	524,969.00
Total operating expenses		8,457,636.58
Net surplus for the period	11	522,363.42

8.5 STATEMENT OF CHANGES IN EQUITY

POSTGRADUATE INSTITUTE OF MEDICAL SCIENCES UNIVERSITY OF PERADENIYA

STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 31ST DECEMBER 2022

Note: 11

<i>For the year ended 31st December 2022</i>	Capital Funds Rs.	Accumulated Fund Rs.	Other Component of Equity Rs.	Total Rs.
Balance as at 31 December 2021 (reported)				
Over / Under provision	-	-	-	-
Balance as at 31 December 2021	-	-	-	-
Net movement of Funds	-		-	-
Surplus/(deficit) for the period	-	-	522,363.42	522,363.42
Balance as at 31st December 2022	-	-	522,363.42	522,363.42

8.6 CASH FLOW STATEMENT

POSTGRADUATE INSTITUTE OF MEDICAL SCIENCES UNIVERSITY OF PERADENIYA

CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST DECEMBER 2022

<i>For the year ended 31st December</i>	<i>2022 Rs.</i>
CASH FLOWS FROM OPERATING ACTIVITIES	
Surplus/(deficit) from ordinary activities	522,363.42
Non -cash movements	522,363.42
Increase in Depreciation	75,541.30
Increase in Provision for gratuity	140,665.62
Increase in Provision for audit fees	100,000.00
Increase/Decrease in working capital	316,206.92
Increase in payables	2,344,028.00
Increase in accrued expenses/provisions	235,787.14
Increase in loans and advances	(42,000.00)
Net cash flows from operating activities	2,537,815.14
CASH FLOW FROM INVESTING ACTIVITIES	
Purchase of property, plant and equipment	(1,487,678.00)
Net cash flows from investing activities	(1,487,678.00)
CASH FLOW FROM FINANCING ACTIVITIES	-
Net cash flows from financing activities	-
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS	1,888,707.48
Cash & cash equivalents at the beginning of the Period	-
Cash & cash equivalents at the end of the Period	1,888,707.48

8.7 NOTES TO THE FINANCIAL STATEMENT

<i>For the year ended 31st December</i>	<i>2022 Rs.</i>
01. <u>CASH & CASH EQUIVALENTS</u>	
People's Bank A/C No. 057-1-001-2-0046313	1,041,307.48
BoC A/C No:0088478535	847,400.00
Total	1,888,707.48

For the year ended 31st December	2022	2022	2022	2022	2022
	Rs.	Rs.	Rs.	Rs.	Rs.

02. PROPERTY, PLANT & EQUIPMENT

	Furniture & Fittings	Office Equipment	Lab & Teaching Equipment	Total
Cost				
As at 1st January 2022	-	-	-	-
Less/Add: Additions	-	1,487,678.00	-	1,487,678.00
Disposal /Transfer	-	-	-	-
Cost as at 31st December 2022	-	1,487,678.00	-	1,487,678.00
Less: Depreciation				
Accumulated Depreciation as at 1st January 2022	-	-	-	-
Disposal /Transfer	-	-	-	-
Charged to Income & Expenditure Account	-	(75,541.30)	-	(75,541.30)
Accumulated depreciation as at 31st December 2022	-	(75,541.30)	-	(75,541.30)
Net Book Value as at 31st December 2022	-	1,412,136.70	-	1,412,136.70

03 PAYABLES

Payable to University of Peradeniya	2,000,000.00
Alpha Industries (Pvt.) ltd	<u>343,828.00</u>
Total	<u>2,343,828.00</u>

04 ACCRUED EXPENSES

Tele communication expenses	48,969.51
Salaries & Wages - Dec 2022	18,329.84
Cost of living Allowance	4,277.42
Special allowance	3,665.97
5000/-monthly allowance	2,741.94
MCA allowance	8,248.43
Special services Council and Committee	144,000.00
UPF 15%	4,628.36
ETF 3%	925.67
Stamp duty Payable	<u>200.00</u>
Total	<u>235,987.14</u>

<i>For the year ended 31st December</i>	<i>Note</i>	<i>Actual Rs.</i>
05 <u>PERSONAL EMOLUMENTS</u>		
Salaries & wages		1,811,014.03
U.P.F. 15%		656,347.37
E.T.F. 3%		131,269.47
Academic Allowance		2,419,509.19
Research Allowance		522,733.47
Cost of living Allowance		136,877.42
Overtime		3,193.50
Acting payment		511,751.25
5000/- monthly Allowance		87,741.94
MC Allowance		306,953.27
Special Allowance		3,665.97
Transport Allowance		550,000.00
Fuel Allowance		376,200.00
Gratuity Payment		140,665.62
Total		7,657,922.50
06 <u>TRAVELING</u>		
Travelling expenses (Domestic)		312.00
Total		312.00
07 <u>SUPPLIES</u>		
Stationery & office requisites		56,175.69
Others		32,207.00
Total		88,382.69
08 <u>CONTRACTUAL SERVICES</u>		
Transport		-
Cleaning service		-
Postal & Telecommunication		107,879.09
Printing advertising		2,630.00
Total		110,509.09
09 <u>DEPRECIATION OF FIXED ASSETS</u>		
Office equipment		(75,541.30)
Total		(75,541.30)
10 <u>OTHER RECURRENT EXPENDITURE</u>		
Special services - council & committees		409,000.00
Special services - professional & other fees		100,000.00

Entertainment expenses		7,219.00
Bank charges		<u>8,750.00</u>
	Total	<u>524,969.00</u>

SECTION 9 POTENTIALS AND PROSPECTS

The PGIMS plans to expand and diversify its postgraduate programs by widening the access to existing programs and introducing new programs within interdisciplinary and a multidisciplinary focus. The institute will continue the development of new degree programs as identified in the Strategic Plan and as the need arise. It will also conduct short certificate courses for the students.

The PGIMS intends to provide more resources and facilities to encourage and support research undertaken by postgraduate students of the institute while maintaining a productive and high-quality profile of research through publication and presentation. The successful implementation of the Strategic Plan 2022- 26 and successive actions plans is expected to raise the institute as a leading higher education and research institute in the country and region.

SECTION 10

FUTURE PROJECTION REPORT BASED ON SUSTAINABILITY

The Postgraduate Institute of Medical Sciences (PGIMS) is a new postgraduate institute for medical sciences established on 9th of September 2019 under section 24A (1) of the Universities Act, No.16 of 1978 and was published in Gazette Extraordinary No. 2141/13 of 2019 and started functioning with the appointment of its first Director in 2021. We at the Postgraduate Institute of Medical Sciences hope and expect to increase the number of postgraduates in medical sciences, attracting prospective students residing and working in and around Kandy and specially out of Colombo.

The Postgraduate Institute of Medical Sciences has started two-degree programs namely Master of Public Health (MPH) and Master of Science in Exercise and Sport Sciences (MSc ESS) which are being followed by 58 students to date. The second intake of these two -degree programs will start their course by December 2023. These endeavors will help the Ministry of Health and other relevant institutes, organizations and ministries in Sri Lanka towards the achievement of Sustainable Development Goals.

As the first and only Postgraduate Institute of Medicine was established in Colombo, Medical Officers working in Kandy, Matale, Nuwara Eliya, Kurunegala, Kegalle and even in Anuradhapura, Polonnaruwa and north-east part of the country had difficulties to follow programs offered by the Postgraduate Institute of Medicine.

The Postgraduate Institute of Medical Sciences (PGIMS) located in Kandy will be able to resolve these issues affecting Medical Officers in Sri Lanka. When a graduate with only a basic degree obtains a postgraduate degree in medical sciences, he/she will be able to provide better service and training to his/her peers and subordinates. This will improve the knowledge base of the community, society and the country and will move Sri Lanka on the path towards the attainment of Sustainable Development Goals specially in health and wellbeing.

SECTION 11 REPORT OF THE AUDITOR GENERAL

My No. CPCG/KD/D/PGIMS/2023/12

19 May 2023

Report of the Auditor General on the Financial Statements and Other Legal and Regulatory Requirements of the Postgraduate Institute of Medical Sciences for the year ended 31 March 2022 in terms of Section 12 of the National Audit Act, No. 19 of 2018.

1. Financial Statements

1.1 Opinion

The audit of financial statements of the Postgraduate Institute of Medical Sciences for the year ended 31 March 2022 comprising the statement of Financial Position as at 31 March 2022 and the statement of financial performance, statement of changes in equity and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies 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 provisions of the National Audit Act, No. 19 of 2018 and the Finance Act No.38 of 1971. My report to Parliament in pursuance of provisions in Article 154 (6) of the Constitution will be tabled in due course.

In my opinion, the accompanying financial statements give a true and fair view of the financial position of the Postgraduate Institute of Medical Sciences as at 31 March 2022 and of its financial performance and cash flows for the year then ended in accordance with Sri Lanka Public Sector Accounting Standards.

1.2 Basis for Opinion

I conducted my audit in accordance with Sri Lanka Auditing Standards (SLAuSs). My responsibilities, under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of this report. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my opinion.

1.3 Other Information Included in the Annual Report 2022 of the Institute

The other information means the information included in the 2022 Annual Report of the Postgraduate Institute of Medical Sciences, which was expected be submitted to me after the date of this report, but not contained in the Financial Statements and my audit report thereon. Management is responsible for this other information.

My opinion on financial statements does not cover the other information and I do not express any assurance or opinion thereon.

My responsibility in connection with my audit of financial statements is to study the above identified other information and evaluate whether the other information is substantially mismatched with the financial statements or my knowledge gained in auditing or another manner.

In the study of Annual Report of the Postgraduate Institute of Medical Sciences for the year 2022, if I conclude that there are substantial misstatements, I should communicate that matters to the governing body for correction. If there are misstatements further to be corrected, those will be included in the report which I table in parliament in accordance with Article 154 (6) of the Constitution in due course.

1.4 Responsibilities of Management and Those Charged with Governance for the Financial Statements

Management is responsible for the preparation of financial statements that give a true and fair view in accordance with Sri Lanka Public Sector Accounting Standards, and for such internal control as management determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the Institute's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intend to liquidate the Institute or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Institute's financial reporting process.

As per Sub-section 16(1) of the National Audit Act No. 19 of 2018, the Institute is required to maintain proper books and records of all its income, expenditure, assets and liabilities, to enable annual and periodic financial statements to be prepared of the Institute.

1.5 Auditor's Responsibility for the Audit of Financial Statements

My objective is to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes my opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Sri Lanka Auditing Standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with Sri Lanka Auditing Standards, I exercise professional judgment and maintain professional scepticism throughout the audit. I also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for my opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Institute's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the management.
- Conclude on the appropriateness of the management's use of the going concern basis of accounting and based on the audit evidence obtained, whether a material uncertainty exists

related to events or conditions that may cast significant doubt on the Institute's ability to continue as a going concern. If I conclude that a material uncertainty exists, I am required to draw attention in my auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify my opinion. However, future events or conditions may cause the Institute to cease to continue as a going concern.

- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

I communicate with those charged with governance regarding, among other matters, significant audit findings, including any significant deficiencies in internal control that I identify during my audit.

2. Report on Other Legal and Regulatory Requirements

2.1 National Audit Act, No. 19 of 2018 includes specific provisions for following requirements.

2.1.1 I have obtained all the information and explanation that required for the audit and as far as appears from my examination, proper accounting records have been kept by the Institute as per the requirements of Section 12 (a) of the National Audit Act, No. 19 of 2018.

2.2 Based on the procedures performed and evidence obtained were limited to matters that are material, nothing has come to my attention;

2.2.1 to state that any member of the governing body has any direct or indirect interest in any contract entered into by the Institute which are out of the normal cause of business as per the requirement of section 12 (d) of the National Audit Act, No. 19 of 2018.

2.2.2 to state that the Company has not complied with any applicable written law, general and special directions issued by the governing body of the Company as per the requirement of section 12 (f) of the National Audit Act, No. 19 of 2018, except for the following observations.

Reference to Laws, Rules/Directives	Observations
(a) Ordinance No.03 of 2019 of the Postgraduate Institute of Medical Sciences. i Order No.04	Any prime objectives such as admission of students, providing for instruction, training and research in such specialties of Medicine as may be approved by the Commission with the concurrence of the University, had not been carried out.
(b) Financial Regulations of the Democratic Socialist Republic of Sri Lanka. F.R.757	Annual survey of stores related to the year under review had not been conducted.
(c) Public Enterprises Circular No.PE 01/2021 dated 16 November 2021	
(i) Paragraph 2.3	Although the Corporate Plan of the Institute and the budget should be submitted to the Auditor General, the Line Ministry and the Public Enterprises Department 15 days prior to the beginning of each year, the Corporate Plan for the period 2022- 2026 had not been submitted to the relevant institutions.
ii Paragraph 4.2	Although at least 04 sessions of the Audit and Management Committee meetings should be held at one meeting per each quarter, only 02 Audit and Management Committee meetings had been held for the year under review.

2.2.3 to state that the Institute has not performed according to its powers, functions and duties as per the requirement of section 12 (g) of the National Audit Act, No. 19 of 2018.

2.2.4 to state that the resources of the Institute had not been procured and utilized economically, efficiently and effectively within the time frames and in compliance with the applicable laws as per the requirement of section 12 (h) of the National Audit Act, No. 19 of 2018.

2.3 **Other Matters**

- (a) Although the operations of the Institute had become effective with effect from 09 September 2019 in accordance with Postgraduate Institute of Medical Sciences, No.03 of 2019, no action had been taken to commence any academic course despite the lapse of about 3 ½ years by the end of the year under review.
- (b) An Action Plan and a Procurement Plan had not been prepared for the year under review.

W.P.C. Wickramaratne
Auditor General.

ANSWERS FOR THE AUDITOR GENERAL'S REPORT

Responses filed in terms of provisions of the Sentence No. 12 of the National Audit Act No. 19 of 2018 for the report of the Auditor General received for the Financial statements and other Legal and Regulatory requirements of the Postgraduate Institute of Medical Sciences as at 31.12.2022

2.2.2 (a)

The lack of adequate provision contributed to the delays in the commencement of relevant activities. The approval of the University Grants Commission for the courses has been received in the year 2023. Therefore, it was not possible to intake students. Furthermore, concurrence was not given at the 04th Board of Management meeting held on 21.05.2022 to commence certificate and diploma courses in this Institute as it is a Postgraduate institute. Therefore, diploma and certificate courses were not initiated.

Two courses were started in the year 2023 upon the approval of the University Grants Commission.

(b) As there was very limited number of items in the Institute, this could not be conducted immediately. It is assure that the relevant task will be carried out in due course.

(c) i. Paragraph 2.3

Action will be taken to correct this matter in the future.

ii. Paragraph 4.2

Action has been taken to inform the Internal Audit Division to correct this matter in the future.

Paragraph 2.3

(a) Despite the establishment in 2019, the Director of the Postgraduate Institute of Medical Sciences was appointed in 2021. As there was no permanent cadre by the year 2021, a certain period of time had to be spent to approve the relevant cadre and appoint the staff and the Board of Management. Thereafter, steps were taken since the year 2021 to obtain necessary approval of the University Grants Commission to start relevant courses and the relevant approval was granted in 2023 to conduct those courses. Furthermore, the Covid epidemic situation, the turmoil and fuel crisis as well as other reasons have contributed to this situation.

Two courses were started in the year 2023 with the approval of the University Grants Commission.

(b) Due to the lack of required provisions, it was not possible to prepare an active procurement plan for this purpose.

Prof. (Dr.) Samath D. Dharmaratne
Director
Postgraduate Institute of Medical Sciences

