

**ANNUAL REPORT & ACCOUNTS  
2012**



**RAJARATA UNIVERSITY OF SRI LANKA  
MIHINTALE**

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## VISION

"To be a centre of excellence in higher education, research and dissemination of knowledge"

## MISSION

"To produce high quality, innovative intellectuals with creativity and discipline, develop competencies and dedication of staff create a conducive environment for teaching, learning, research and dissemination of knowledge and to promote co-existence with mutual respect and ethical behavior"

## Vice Chancellor's Message

It's my pleasure to present the Annual Report of Rajarata University of Sri Lanka for the year 2012. After 16 years of functioning the Annual Report of Rajarata University of Sri Lanka for the Year 2012.

As a new University, infrastructure development was given a high priority. Preparation of project proposals and approval from the authorities have been obtained for various projects. Namely, new building complex for Preclinical building for Faculty of Medicine and Allied Sciences, Swimming Pool for Mihintale, two hostels for (Male-Female) Faculty of Medicine and Allied Sciences, Girls' hostel for Faculty of Agriculture. Documentation have been satisfactorily completed. In addition, continuation of "Dayata Kirula" projects also to be noted here.

Present student population is around 4500 and with the Z-score issue of the UGC, annual intake for the academic year 2011-2012 was delayed. Further, continuous Trade Union Action of non-academic staff as well as the academic staff also badly affected for continuous academic programmes.

However, HETC Projects funds was utilized to improve the learning environment through the following grants.

1. University Development Grant
2. External Degree Programme
3. Quality and Innovation Grant
4. Human Resource Development

Further, Staff Development Centre and Career Guidance Unit have conducted various seminars and workshops to enhance knowledge and professionalism of academic, administrative, non-academic and students of this University.

Special attention has been paid to monitor the progress of Corporate Plan prepared for 2011-2015 together with the action plan. Actions have been taken to have Cooperate Plan Reviewing/Monitoring Committee once in 03 months. The Corporate Plan has identified following key areas to be developed to achieve the University key objectives.

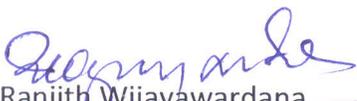
- ✓ Provide quality undergraduate study programmes in diverse fields with National and Global Relevance
- ✓ Enhance English and IT skills of the undergraduates
- ✓ Improve employability prospects of graduates
- ✓ Improve soft skills of the undergraduates

- ✓ Promote and support sports and physical education activities
- ✓ Introduce quality postgraduate study programmes
- ✓ Develop competencies and dedication of staff

Different Faculties have taken maximum efforts to implement actions specified in action plan for the current year in par with the corporate plan. Revision of syllabi of existing academic programme and also introducing new courses to improve the quality of degree programmes also given consideration. Various efforts have been taken to improve IT skills, soft skills, language skills & knowledge skills of the undergraduate to produce employable graduates.

#### Financial Performance for the Year

Annual allocation for the year was Rs.1,102,606 million which is a 17.04% decrease of the previous year. The recurrent grant was Rs.630,285 million and it is 15.2% more than the previous year. Capital grants as well as equipment grant showed a considerable increase compared to the previous year and 100% of grant has been utilized at the end of 2012. This indicates a progressive facility development with the increase of student intakes in all faculties.

  
Prof. Ranjith Wijayawardana

Vice Chancellor

Rajarata University of Sri Lanka

Prof. Ranjith Wijayawardana  
Vice Chancellor  
Rajarata University of Sri Lanka  
Mihintale.

### Details of Local Students

Faculty	Course	Medium	Intake 2012	1 <sup>st</sup> Year Students		2 <sup>nd</sup> Year Students		3 <sup>rd</sup> Year students		4 <sup>th</sup> Year Students		5 <sup>th</sup> year students		Total Students	
				M	F	M	F	M	F	M	F	M	F	M	F
FMAS	Medical	English		59	121	69	110	89	95	85	95	95	86	397	507
MGT.Stu	Mgt.	English		182	173	133	137	156	151	124	133	-	-	595	594
FSSH	Arts	Sinhala/ English		65	237	70	155	61	276	63	207	-	-	259	875
AGRI	Agri.	English		24	48	52	72	26	82	43	55	-	-	145	275
APPLIED SCI.-B/P	Bio Physical	English		58	75	49	59	60	80	42	47	-	-	209	261
	Health Promotion	English		08	20	10	18	11	18	14	25	-	-	43	81
	Information & Communication Technology	English		23	41	15	43	27	29	27	35	-	-	92	148
<b>Grand Total</b>				<b>419</b>	<b>715</b>	<b>398</b>	<b>594</b>	<b>430</b>	<b>731</b>	<b>398</b>	<b>597</b>	<b>95</b>	<b>86</b>	<b>1740</b>	<b>2741</b>

\*Note: M- Male  
F- Female

### Details of Academic Staff

Faculty	Department	Senior Professor		Professor		Associate Professor		Senior Lecturer		Probationary Lecturer	
		Approved Carder	Actual	Approved Carder	Actual	Approved Carder	Actual	Approved Carder	Actual	Approved Carder	Actual
	Deans Office	-	-	0	0	-	-	0	0	4	0
Faculty of Applied Sciences	Physical Sciences	-	-	1	0	-	-	4	9	13	6
	Biological Sciences	-	-	1	1	-	-	5	7	9	5
	B.Sc.Degree Programme in Health Promotion	-	-	1	0	-	-	1	1	3	3
	<b>Total</b>	-	-	<b>3</b>	<b>1</b>	-	-	<b>10</b>	<b>17</b>	<b>29</b>	<b>14</b>
Faculty Of Agriculture	Agricultural Systems	-	-	1	0	-	-	6	3	10	10
	Soil & Water Resource Management	-	-	1	0	-	-	3	4	4	2
	Plant Sciences	-	-	1	0	-	-	5	2	10	11
	<b>Total</b>	-	-	<b>3</b>	<b>0</b>	-	-	<b>14</b>	<b>9</b>	<b>24</b>	<b>23</b>
Faculty of Medicine and Allied Sciences	Deans Office	-	-	2	0	-	-	0	0	4	0
	Department of Anatomy	-	-	1	0	-	-	2	0	5	2
	Department of Physiology	-	-	1	0	-	-	2	0	5	3
	Department of Biochemistry	-	-	1	0	-	-	2	2	5	4
	Department of Pharmacology	-	-	1	0	-	-	0	0	4	2
	Department of Pathology	-	-	1	0	-	-	0	0	4	2
	Department of Parasitology	-	-	1	0	-	-	0	0	4	2
	Department of Community Medicine	-	-	1	0	-	-	0	0	5	3
	Department of Family Medicine	-	-	1	0	-	-	0	0	5	0

	Department of Microbiology	-	-	1	0	-	-	0	0	5	2
	Department of Forensic Medicine	-	-	1	0	-	-	0	0	5	1
	Department of Medicine	-	-	1	1	-	-	2	1	4	3
	Department of Surgery	-	-	1	0	-	-	2	1	2	3
	Department of Obstetrics and Gynaecology	-	-	1	0	-	-	2	1	4	1
	Department of Psychiatry	-	-	1	0	-	-	1	0	2	2
	Department of Paediatrics	-	-	1	0	-	-	2	1	4	2
	Medical Education	-	-	0	0	-	-	1	0	2	1
	<b>Total</b>	-	-	<b>17</b>	<b>1</b>	-	-	<b>16</b>	<b>6</b>	<b>69</b>	<b>33</b>
Faculty of Management Studies	Accountancy and Finance	-	-	1	-	-	-	7	8	11	4
	Business Management	-	-	1	-	-	-	9	7	9	6
	Tourism and Hospitality Management	-	-	1	-	-	-	3	1	7	4
	<b>Total</b>	-	-	<b>3</b>	-	-	-	<b>19</b>	<b>16</b>	<b>27</b>	<b>14</b>
Faculty of Social Sciences and Humanities	Social Sciences	-	-	1	-	-	-	9	4	13	11
	Humanities	-	-	1	-	-	-	3	4	13	6
	Archaeology and Heritage Management	-	-	-	-	-	-	4	2	3	2
	<b>Total</b>	-	-	<b>2</b>	-	-	-	<b>16</b>	<b>10</b>	<b>29</b>	<b>19</b>

### Number of Recruitment done during the year 2012 (As at 31.12.2012)

Year	Academic Staff	Administrative Staff	Non- Academic Staff	Others			
				Sabbatical	Contract	Visiting	Assignment
2008	33	-	39	2	-	294	6
2009	20	-	47	2	-	247	7
2010	19	1	38	2	2	280	17
2011	30	-	56	3	3	213	23
2012	12	-	11	5	1	237	39

### Details of Other Staff - As at 31.12.2012

Faculty	Department	Temporary Lecturer	Demonstrators	Instructors	Academic Support Staff
	Deans Office	-	-	2	1
Faculty of Applied Sciences	Physical Sciences	10	11	-	-
	Biological Sciences	3	7	-	-
	B.Sc.Degree Programme in Health Promotion	-	-	-	-

	Deans Office	-	-	1	-
Faculty Of Agriculture	Agricultural Systems	4	8	-	-
	Soil & Water Resource Management	1	5	-	-
	Plant Sciences	4	4	-	-
Faculty of Medicine and Allied Sciences	Deans Office	-	-	1	-
	Department of Anatomy	-	8	-	-
	Department of Physiology	-	4	-	-
	Department of Biochemistry	-	6	-	-
	Department of Pharmacology	-	5	-	-
	Department of Pathology	1	3	-	-
	Department of Parasitology	-	2	-	-
	Department of Community Medicine	-	6	-	-
	Department of Family Medicine	-	-	-	-
	Department of Microbiology	-	2	-	-
	Department of Forensic Medicine	-	4	-	-
	Department of Medicine	1	6	-	-
	Department of Surgery	1	1	-	-
	Department of Obstetrics and Gynaecology	-	2	-	-
	Department of Psychiatry	-	2	-	-
	Department of Paediatrics	1	3	-	-
	Medical Education	1	1	-	-
	Deans Office	-	-	-	1
Faculty of Management Studies	Accountancy and Finance	1	-	-	-
	Business Management	1	-	-	-
	Tourism and Hospitality Management	1	-	-	-
	Computer Centre	-	-	4	-
Faculty of Social Sciences and Humanities	Social Sciences	1	1	-	-
	Humanities	2	-	-	-
	Archaeology and Heritage Management	-	-	-	-
	English Language Teachin Unit	-	-	4	-
	Department of Physical Education	-	-	3	-
	<b>TOTAL</b>	<b>33</b>	<b>91</b>	<b>15</b>	<b>2</b>

### Details of Non- Academic Staff

Faculty/ Division	Executive Grades		Technical Grades		Clerical & Allied Grades		Minor Staff		Others	
	Approved Carder	Actual	Approved Carder	Actual	Approved Carder	Actual	Approved Carder	Actual	Contract	Casual
General Administration	8	5	-	-	18	16	11	10	-	-
Internal Audit	1	1	-	-	2	2	1	1	-	-

Carrer Guidance Unit	-	-	-	-	1	-	-	-	-	-
Financial Administration	3	3	-	-	11	8	2	2	-	-
Stores & Supply	1	1	-	-	6	6	2	2	-	-
Security Service	-	-	-	-	4	3	1	1	-	-
Transport Service	-	-	-	-	1	1	10	8	-	-
Staff Development	-	-	-	-	1	1	-	-	-	-
Examination Services	1	1	-	-	4	6	2	3	-	-
Library Services	1	1	-	-	11	8	16	14	-	-
Health Services	2	-	-	-	6	3	3	2	-	-
Physical Education	1	1	-	-	2	1	3	3	-	-
Student & Staff Welfare	1	1	-	-	3	2	1	1	-	-
Lands And Buildings	3	2	6	5	7	5	24	20	-	-
Hostels	-	-	-	-	5	4	15	5	-	-
Legal & Documentation	1	-	-	-	-	-	-	-	-	-
Faculty of Applied Sciences	1	1	6	6	13	11	15	10	-	-
Faculty Of Agriculture	1	1	9	8	10	11	19	15	-	-
Faculty of Medicine and Allied Sciences	2	2	28	21	36	29	36	22	-	-
Faculty of Management Studies	1	-	2	2	8	6	5	4	-	-
Faculty of Social Sciences and Humanities	1	1	1	1	9	7	5	5	-	-
<b>Total</b>	<b>29</b>	<b>21</b>	<b>52</b>	<b>43</b>	<b>158</b>	<b>130</b>	<b>171</b>	<b>128</b>	<b>0</b>	<b>0</b>

### Details of Research, Innovation and Publications

Subject	Published	Commercialized	Presented
<b>Faculty of Agriculture</b>			
• No of Researches	54	-	43
• No of Innovations	02	-	02
• No of Journals	08	-	-
• No of Books	02	-	-
• No of Articles	10	-	01
<b>TOTAL</b>	<b>76</b>	<b>-</b>	<b>46</b>
<b>Faculty of Social Science &amp; Humanities</b>			
• No of Researches	26	-	15
• No of Innovations	02	-	-
• No of Journals	08	-	03
• No of Books	13	05	-
• No of Articles	41	-	13
<b>TOTAL</b>	<b>90</b>	<b>05</b>	<b>31</b>
<b>Faculty of Management Studies</b>			
• No of Researches	19	-	15
• No of Innovations	-	-	-
• No of Journals	-	-	-
• No of Books	-	-	-
• No of Articles	10	01	09
<b>TOTAL</b>	<b>29</b>	<b>01</b>	<b>09</b>

Faculty of Applied Sciences			
• No of Researches	16	-	35
• No of Innovations	-	-	-
• No of Journals	01	-	-
• No of Books	03	-	-
• No of Articles	-	-	-
<b>TOTAL</b>	<b>20</b>	<b>-</b>	<b>35</b>
Faculty of Medicine and Allied Sciences			
• No of Researches	50	-	27
• No of Innovations	-	-	-
• No of Journals	-	-	-
• No of Books	06	1	-
• No of Articles	22	-	01
<b>TOTAL</b>	<b>78</b>	<b>1</b>	<b>28</b>

### Details of Programme, Seminars and Workshops

Subject	Planned	Conducted
Faculty of Agriculture		
• Relating to the Postgraduate Degree Programme	04	07
• Relating to the Postgraduate Diploma Programme	-	01
• Relating to the Degree Programme	01	04
• Relating to the Diploma Programme	-	01
• Relating to the Certificate Programme	-	-
• Other	-	03
<b>Total</b>	<b>05</b>	<b>16</b>
Faculty of Social Science & Humanities		
• Relating to the Postgraduate Degree Programme	02	-
• Relating to the Postgraduate Diploma Programme	01	-
• Relating to the Degree Programme	-	-
• Relating to the Diploma Programme	-	-
• Relating to the Certificate Programme	01	-
• Other	-	-
<b>Total</b>	<b>04</b>	<b>-</b>
Faculty of Management Studies		
• Relating to the Postgraduate Degree Programme	05	04
• Relating to the Postgraduate Diploma Programme	01	01
• Relating to the Degree Programme	10	08
• Relating to the Diploma Programme	-	-
• Relating to the Certificate Programme	-	-
• Other	-	-
<b>Total</b>	<b>16</b>	<b>13</b>
Faculty of Applied Sciences		
• Relating to the Postgraduate Degree Programme	02	01
• Relating to the Postgraduate Diploma Programme	-	-
• Relating to the Degree Programme	05	04
• Relating to the Diploma Programme	-	-
• Relating to the Certificate Programme	-	-
• Other	02	02
<b>Total</b>	<b>09</b>	<b>07</b>
Faculty of Medicine and Allied Sciences		
• Relating to the Postgraduate Degree Programme	-	04
• Relating to the Postgraduate Diploma Programme	-	-
• Relating to the Degree Programme	18	18
• Relating to the Diploma Programme	-	-
• Relating to the Certificate Programme	1	1
• Other	1	2
<b>Total</b>	<b>20</b>	<b>25</b>

### Details of Awards Received

Subject	No of Awards	Received by No of Academics	Received by No of Students
<b>Faculty of Agriculture</b>			
• Local Awards	-	-	01
• National Awards	-	-	-
• International Awards	02	02	-
• Other	02	02	-
<b>Total</b>	<b>04</b>	<b>04</b>	<b>01</b>
<b>Faculty of Social Science and Humanities</b>			
• Local Awards	-	-	-
• National Awards	01	-	-
• International Awards	-	-	-
• Other	-	-	-
<b>Total</b>	<b>01</b>	<b>-</b>	<b>-</b>
<b>Faculty of Management Studies</b>			
• Local Awards	-	-	-
• National Awards	-	-	-
• International Awards	-	-	-
• Other	-	-	-
<b>Total</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Faculty of Applied Sciences</b>			
• Local Awards	-	-	-
• National Awards	08	-	08
• International Awards	01	02	-
• Other	02	-	02
<b>Total</b>	<b>11</b>	<b>02</b>	<b>10</b>
<b>Faculty of Medicine and Allied Sciences</b>			
• Local Awards	04	08	01
• National Awards	04	04	-
• International Awards	04	02	-
• Other	-	-	-
<b>Total</b>	<b>12</b>	<b>14</b>	<b>01</b>

### Details of Courses Conducted

Faculty	Medium	Course
Faculty of Agriculture	English	B.Sc. Agriculture (Special)
Faculty of Social science and Humanities	Sinhala	B.A (General) Degree Programme B.A (Special) Degree Programme Diploma in Business Economics B.A (General) Archaeology B.A (General) Heritage Management B.A (Special) Archaeology
Faculty of Management Studies	English	B.Sc. (Business Management) Special Degree B.Sc. (Business Information Technology) Special Degree B.Sc. (Tourism & Hospitality Management) Special Degree B.Sc. (Accountancy and Finance) Special Degree Postgraduate Diploma in Management (PGDM)
Faculty of Applied Sciences		B.Sc. (General) 03 year degree in Applied Sciences B.Sc. 04 year degree in Applied Sciences B.Sc. (Special) 04 year degree in Applied Biology B.Sc. (Joint Major) 04 year degree in Biology & Physics B.Sc. (General) 03 year degree in Health Promotion B.Sc. (Special) 04 year degree in Health Promotion Diploma in Health Promotion B.Sc. (General) in Bioscience – online B.Sc. (General) in Physics – online
Faculty of Medicine and Allied Sciences	English	Bachelor of Medicine and Bachelor of Surgery

### Details of major projects completed during the year 2012

Name of the Project	TEC	Actual Cost
Construction of Clinical Building For Faculty Medicine & Allied Sciences	691M	-
Construction of Specialized work in Clinical Building For Faculty of MAAS	244.5M	-

### Details of ongoing projects

Name of the Project	Total Estimate Cost
Construction & Completion of proposed building complex for Faculty of Social Sciences & Humanities at Mihintale	126M
Construction & Completion of proposed building complex for Faculty of Management Studies at Mihintale	156M
Refurbishment & Extension of Existing Circuit Bungalow, Construction of Mini Aqua Culture Farm and Construction of Tissue Culture Laboratory for Faculty of Applied Sciences at Mihintale	35.5M
Construction of Pavilion & Toilet Block for University Playground, Extension of Cultural Centre and Construction of Cafeteria for Student of Faculty of Management Studies at Mihintale	40M
Construction of Meat Processing Unit for Faculty of Agriculture, Construction of Dairy Processing Unit for Faculty of Agriculture and Refurbishment of Staff & Student Canteen in Faculty of Medicine & Allied Sciences in Rajarata University of Sri Lanka	24M
Construction and Completion of Faculty Auditorium in the Faculty of Agriculture at Puliyankulama for Rajarata University of Sri Lanka – Stage I	39M
Construction and Completion of Examination Hall (Stage I) for Rajarata University of Sri Lanka at Mihintale	43M
Construction and Completion of Sports Recreation Center for Rajarata University of Sri Lanka at Mihintale	43M
Construction and Completion of Proposed Vice Chancellor's Lodge and Care Taker's Unit at Sarvodaya Land, Anuradhapura of Rajarata University of Sri Lanka	26M

### Details of major rehabilitation projects carried out during the year 2012

Name of the Project	Total Estimate Cost
Construction of Balance Work of Day Care Center	7.1M
Construction of Part of the Boundary Wall around the Premises of Faculty of Applied Sciences and Hostels Station 169m to 366m near the Building Complex (Stage II) in Faculty of Applied Sciences	2.9M
Improvement to Main Access Road to Stage (II) Building in Faculty of Applied Sciences	2.1M
Proposed Extension for Driver's Room	1.7M
Improvement of Internal Road Net Work in Faculty of Medicine & Allied Sciences & Faculty of Agriculture	9.0M

Construction of Bus Garage for Two Buses, Car Park & Bicycle Garage for Faculty of Medicine & Allied Sciences	3.0M
Renovation of Caretaker's Quarters & Kitchen in Circuit Bungalow at Mihintale	2.0M
Proposed Extension of Student Canteen in Faculty of Applied Sciences	5.8M
Refurbishment of Main Canteen	2.4M
Repair Work of Amaradewa Auditorium	2.5M
Construction of Farm Work Shop (Stage II) in Faculty of Agriculture	3.4M
Construction of Evaporation Beds and 04 Nos. septic Tanks & Soakage pits for Waste Water System of Hostel Complex	5.4M
Renovation Block No. 17 in FMAS convert as a Lecture hall	8.8M

### Library System - Available Collection and New Improvements up to 2012

Library	No. of Books Available	No. of Books Purchased year 2012	No. of Magazine & Periodicals Purchased year 2012	No. of Donation year 2012	Details of Annual Allocation Distributed among the Faculties	New Improvements Year 2012
Main Library	68107	506	18	186- Books 6/ Journals	5 Million	E- Journal Facilities and Library Automation Process expanded to its OPAC Display (Koha)
Agriculture Library	12117	152	16	19	4 Million	E- Journal Facilities and Library Automation Process expanded to its OPAC Display (Koha)
Applied Sciences Library	10896	179	7	43	1.5 Million	E- Journal Facilities and Library Automation Process expanded to its OPAC Display (Koha)
Medical Library	7152	586	3	1062	1.5 Million	E- Journal Facilities and Library Automation Process expanded to its Circulations, Hinari E- Journal Database Subscribed

### Payment of Mahapola and Bursary

YEAR	No. of Students who received Mahapola		% Mahapola Recipients out of Students out of Student Population	Total Expenditure (Rs.)	No. of Students who received Bursary		% of Bursary Recipients out of Student Population	Total Expenditure (Rs.)
	Male	Female			Male	Female		
2008	525	902	50.04	26,392,908.94	246	598	29.59	12,771,190.76
2009	683	911	52.97	33,285,746.57	432	621	35.00	16,470,740.79
2010	680	811	43.39	33,941,600.00	466	713	34.31	16,287,160.00
2011	721	1092	44.20	27,407,480.00	511	879	33.89	21,436,690.00
2012	832	1183	49.52	35,635,500.00	537	537	34.65	17,517,000.00
<b>Grand Total</b>				<b>156,663,235.51</b>	<b>Grand Total</b>			<b>84,482,781.55</b>

### Accommodation Facilities

Year	University Owned Hostels		Rented Hostels		Total Expenditure (Rs.)
	Number of students facilitated accommodation		Number of students facilitated accommodation		
	Male	Female	Male	Female	
2008	428	928	965	466	9,924,507.00
2009	428	928	774	814	10,485,000.00
2010	970	1598	352	478	12075432.77
2011	970	1598	589	880	7,452,393.68
2012	970	1614	628	792	171,804,434.55

### Income Generated from Hostels

Year	Hostel Fee (Rs.)	Other Income
2008	1,559,771.76	NO
2009	1,416,071.40	NO
2010	1,520,845.51	NO
2011	1,512,285.44	NO
2012	2,446,597.77	NO

### Financial Progress

Details of Recurrent Expenditure		
Subject	2011 Rs.	2012 Rs.
Personal Emoluments	345,123,913.70	403,188,395.57
Travelling Expenses	3,648,081.95	3,797,635.62
Supplies	23,729,019.71	28,673,761.40
Maintenance Expenditure	9,780,517.22	13,816,494.29
Contractual Services	154,383,852.15	177,698,197.30
Other	215,838,719.00	272,032,819.00
<b>TOTAL</b>	<b>752,504,103.73</b>	<b>899,207,303.18</b>

Details of Capital Expenditure		
Subject	2011 (Rs.)	2012 Rs.
Acquisition of Furniture & Office Equipment	127,940,668.00	59,466,036.00
Acquisition of Mechineries	-	-
Acquisitioned Building & Structures	648,899,523.00	426,886,976.00
Other Rehabilitation	20,799,398.00	46,539,683.00
<b>TOTAL</b>	<b>797,639,589.00</b>	<b>532,892,695.00</b>

Details of Projects (Local/Foreign Funded)					
Name & Detail	Loan/Grant	Funding Agency	TEC Rs.	RFA Rs.	DF Rs.
HETC	Loan	WB	127,975,570	18,900,892	109,074,678
DEMP- Applied Sciences	Grant	ADB	4,000,000	677,583	3,322,417
DEMP-Management Studies	Grant	ADB	2,000,000	-	2,000,000
NCAS-Mphil	Grant	GOSL	4,500,000	3,043,867	1,456,133
Academic Research	Grant	GOSL	7,000,000	7,000,000	-
<b>TOTAL</b>			<b>145,475,570</b>	<b>29,622,342</b>	<b>115,853,228</b>

Details of Financial Progress (Expenditure)			
Subject	Provision in 2012 Rs.	Exp, In 2012 Rs.	Savings/ Excess Rs.
a. Recurrent Expenditure Projects	623,522,000	662,652,005	39,130,005
b. Capital Expenditure Projects	474,071,030	532,892,695	58,821,665
<b>TOTAL</b>	<b>1,097,593,030</b>	<b>1,195,544,700</b>	<b>97,951,670</b>

Details of Financial Progress (Generated Income)			
Subject	Income in 2012 Rs.	Exp. In 2012 Rs.	Savings/Excess Rs.
a. Undergraduate Studies	3,410,979	3,410,979	-
b. External Degree Programmes Master of Business Administration (MBA)	6,546,115	2,651,674	3,894,441
c. Diplomas Diploma in English	4,150,950	2,916,935	1,234,015
Diploma in Business Economics	572,900	561,120	11,780
d. Postgraduate Studies Post Graduate Diploma n Management	9,288,000	4,441,022	4,846,978
e. Certificate Courses Certificate In English	2,978,450	2,500,480	477,970
Certificate in ICT	2,153,400	1,623,371	530,029
Certificate in Management for NCO's in Air Force	372,715	266,439	106,276
f. Consultancies			
g. Other	5,899,263	5,899,263	
<b>TOTAL</b>	<b>35,372,772</b>	<b>24,271,282</b>	<b>11,101,489</b>

Financial Performance Analysis - 2012 (Rs.)							
Subject	Faculty					Formula	Exp. Per Student Rs.
	Medical	Applied Sci.	Agri.	Mgt.	SSH		
a. Recurrent expenditure per student (RE)	176,939,088	126,966,948	92,922,267	132,264,747	133,558,955	RE/ No. of Student Strength CE/ No. of Student Strength	145,798
b. Capital expenditure per student (CE)	105,992,298	95,674,464	47,133,743	139,408,012	144,684,177		117,248
<b>TOTAL</b>	<b>282,931,298</b>	<b>222,641,412</b>	<b>140,056,010</b>	<b>271,672,759</b>	<b>278,243,132</b>		<b>263,046</b>

Details of Infrastructure Facilities - 2012		
Infrastructure Details	Expenditure Rs.	Physical Progress
Hostel Complex 800 Students	8,460,999	100%
Student Centre & Canteen Puliyankulama	797,917	100%
Applied Science Stage II Building	6,850,465	100%
Social Sciences and Humanities Building	62,836,463	40%
Clinical Building Faculty of Medicine – Constructions	53,625,726	100%
Clinical Building (Specialized works)	31,286,915	100%
Clinical Building fixing of Hospital Equip.	117,368,722	100%
Building for Faculty of Mgt. studies	32,674,890	20%
Acquisition of Land & Building – Agri.		10%
Hostel Building – Agri. 250 Students		Tender Stage
Hostel Building – Medical – 400 Students		Tender Stage
Lecture Hall Building – Agri.		Tender Stage
Deyata Kirula & Infrastructure Programme	112,984,878	70%
<b>TOTAL</b>	<b>426,886,976</b>	

### Details of the activities carried out by Internal Audit Division

No	Activities Planned	Details of Completion of Activities	% of Coverage	
			Planned	Actual
1	Improvements in undergraduates' degree programs	Collected details from the Deans of the 5 faculties analyzed and submitted to the 41st meeting of the Audit Committee for its information.	60%	45%
2	Introduce New subject specialties in faculties			
3	Introduce New degree programs			
4	Revise curricular			
5	Progress of career guidance unit activities	Collected details from the Director- PGDM, analyzed and submitted to the 41st meeting of the Audit Committee for its information.	60%	30%
6	Establish links with state and private sector institutions for industrial training and placement			
7	progress in developing Post graduate study programs	Checked new recruitments of resource persons, budgets and timely course completion.	65%	25%
8	Infrastructures Development	Collected details from the Senior Assistant Registrar/Capital Works , analyzed and submitted to the 41st meeting of the Audit Committee for its information.	60%	45%
9	Fixed Assets	Reviewed key fixed assets controls	65%	50%
10	Financial Discipline and Procurement Reviews	Reviewed of key financial controls and procurement procedures	65%	40%
11	Legal Compliance Review	Reviewed of compliance to key aspects of the University Act, financial Regulations, Circulars,	65%	50%

		Establishment code etc.		
12	Leave administration and records	Checked the accuracy of records and report the differences	65%	50%
13	Overtime procedures and payments	Checked the requirements , approvals , budget controls and reported	65%	50%
14	Frauds and corruptions	Checked and reported – 05 Internal Audit Queries	65%	25%
15	Management requests and assistance	Assigned Tasks – 06 / Completed 03	100%	85%

### ANNUAL REPORT - 2012 - DEPARTMENT OF PHYSICAL EDUCATION

To promote and improve the students sporting abilities and provide them opportunities to develop their team and Individual skills, The Department of Physical Education organized the following sports and recreational activities in 2012

1. Successively for each faculty's fresh students separates Physical Education programs were conducted allocating a specific day and such sessions were designed to give all fresh student some theoretical Knowledge about the importance of physical activities, relevant information on Universities. Sports activities and other programes which organized by the department are lots of interest from the participant.
2. In the month of February inter batch sports tournament for the students of the faculty of Medicine and Allied Sciences and there are about 150 Medical Undergraduates participated for the tournament. Table Tennis, Carom and Badminton open championship was held in the Month of May.
3. For the each faculty fresh students the Department of Physical Education organized the Inter Faculty Fresher`s Sports tournament in the month of April 2012. There are about 550 fresh students participated for the tournament.
4. Inter University games were held successfully in several University premises and it is considered as the most important and valuable sport event to the University students. About 229 sports men and women participated for the inter University games representing the Rajarata University also the department organized the Inter University Hockey tournament very successfully in the University ground in Mihintale.
5. At the Inter University games they have distinguished themselves securing 2<sup>nd</sup> place at the games particularly Road Race and Elle (women). Also Swimming and Athletic men and women obtained several places. Although student could not obtain a place they have shown tremendous performances in all other games student taken part.
6. Caption of the Rajarata University Athletic team M.P.D.A.S.P. Somathilaka participated world University Cross Country championship in Lodz, Poland, also in August University Rugby team toured Malaysia. It was a grate experience for the Undergraduates.

7. Sri Lanka universities Colours night held on BMICH on 19th January 2012. There are 20 student of Rajarata University was awarded with SLUSA Colours at the ceremony.
  
8. University Cricket team has played division (iii) Cricket tournament which was organized by Sri Lanka Cricket and also has played several practice and friendly matches against Sri Lanka Air force, Sri Lanka Navy and few clubs. University Netball, Volleyball, Football, Hockey and Rugby teams have played friendly matches against recognized clubs. Weightlifting team participated for the Intermediate Weightlifting tournament in Kelaniya University in December which was organized by Sri Lanka Weightlifting Federation and H.G.L.P. Dasanayaka who won the third place in 62kg weight category at that tournament. On 07<sup>th</sup> to 9<sup>th</sup> of December we assist to conduct the Red Bull Inter University T- 20 Cricket Tournament in Rajarata University premises. Also our student participated to the tournament. In the month of December we organized an open Table Tennis tournament for the students of Faculty of Medicine and Applied Sciences.

**ANNUAL STATEMENT OF  
ACCOUNTS FOR THE YEAR  
2012**

THE STATUTORY REPORT ON THE ANNUAL STATEMENT OF ACCOUNTS OF THE  
RAJARATA UNIVERSITY OF SRI LANKA FOR THE YEAR 2012.

These accounting statements have been prepared in terms of Section 106 (1), (2) and 107 (b) of the Universities Act No. 16 of 1978 as amended by the subsequent legislation including Universities (Amendment) Act No. 7 of 1985 and the Finance Act No. 38 of 1971.

The Presentation and the interpretation of accounts have been done by maintaining Accounting Concepts, Consistency, Going Concern, Accrual basis and Materiality and Aggregation Concepts and following the generally accepted accounting Assumptions, Principles, Standards and Practices which are usually adhered to in presenting Accounts of Universities.

Following are the salient features that have to be highlighted in the Statement of Accounts for the Year 2012.

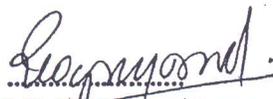
- I. As shown below, the total Government grant for the recurrent expenditure, Bursaries, Mahapola and Buildings, Equipment, Rehabilitation of Capital Assets, for the Year 2012 was Rs. 1,157.815 million.

Government Grant for Recurrent Expenditure	Rs. 630.285 million
Government Grant for Mahapola Scholarships	Rs. 7.500 million
Mahapola Trust Fund Grant	Rs. 27.431 million
Government Grant for Bursary Payments	Rs. 18.277 million
Capital 101 Rehabilitation of Capital Assets	Rs. 45.500 million
Capital 103 Purchase of Lands & Buildings	Rs. 383.321 million
Capital 102 Teaching and Lab Equipments, Office Furniture and Equipments, Books and Periodicals	Rs. 45.500 million
<b>Total</b>	<b>Rs. 1,157.815 Million</b>

- II. Excess of Income over Expenditure in 2012 was Rs. 24.064 million for the University including provision for depreciation and Gratuity.

- III. Amount of Loans and advances paid to employees of University and others as at the date of the Financial Position was Rs. 24.07 million, exclusive of loans from Provident Fund. Bank Loans and Provident Fund loans were granted to employees on sureties (PF). The loans granted from the Provident Fund were taken off from the Books of Accounts as per the Instruction of the UGC and another Bank Loans Rs. 1.000 million to Rs. 2.000 million granted from the state banks to the employees on the recommendation of the Universities for the recovery period of 15 years on their sureties ( Property ). The loan half of interest paid by the University Grants Commission.

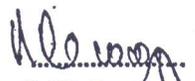
- IV. Total value of investments of the Rajarata University, Mihintale, as at the date of the Financial Position sheet was Rs. 31.655 million.
- V. Income from other sources of Rajarata University, Mihintale as for the year ended of the Financial Performance was Rs. 9.310 million.
- VI. The value of the Fixed Assets at net value as shown in the Financial Position of the Rajarata University, Mihintale was Rs 2587.986 million.
- VII. The stock value shown in the Financial Position amounting to Rs 25.191 million was arrived at, after a physical verification of stores to establish the ownership, existence and the value of the items including the manner in which the Accounting records are maintained for stock items.
- VIII. Cash Book balance of the University, as at 31<sup>st</sup> December 2012 was Rs. 17.495 million. However, the University still had the liabilities and accrued expenses at the particular date and the same had been settled subsequently due to the grant been received just after the closing of accounts.
- IX. Closing balances of the Bank Accounts maintained by the University in the Financial Position have been reconciled with the relevant cash books and the respective Banks were requested to send in their confirmations direct to the Auditors.

  
Prof. K. H. R. Wijewardhane  
Vice Chancellor

Prof. Ranjith Wijayawardana  
Vice Chancellor  
Rajarata University of Sri Lanka  
Mihintale

  
Mr. A. G. Karunaratna  
Registrar

A.G. KARUNARATHNE  
Registrar  
Rajarata University of Sri Lanka  
Mihintale

  
Mr. R. M. Dassanayaka  
Bursar

BURSAR  
RAJARATA UNIVERSITY OF SRI LANKA  
MIHINTALE

**NOTES ON THE STATEMENT OF ACCOUNTS OF THE RAJARATA UNIVERSITY OF SRI LANKA FOR THE YEAR 2012**

**Notes in General**

- (a) Government Grant received for the year, Revenue generated through internal sources and expenditure incurred are recorded on accrual basis.
- (b) Material stocks are physically verified and valued on 'first in first out' (FIFO) basis to ascertain the current value, existence and the ownership and were done as at the Financial Position date, in the manner where the accounting records are maintained for stocks items.
- (c) The expenditure has been analyzed on Programme, Project and Department basis and object code wise and is shown in the statement of Accounts accordingly.
- (d) The Rajarata University has spent a sum of Rs. 45.500 million, under the Programme of Rehabilitation, utilizing the Treasury Grants.
- (e) The accounting of Rehabilitation Project was carried on the basis of the principles and techniques adopted by the UGC and the Treasury depending on the nature of projects.

NOTES TO THE STATEMENT OF FINANCIAL POSITION – RAJARATA UNIVERSITY.

- (a) The total Capital Grants for Buildings, Equipments and Rehabilitation of capital assets to the University for the year were Rs.472.321 Millions. However we could not get release full allocation due to Treasury restrictions.
- (b) Detailed schedules for the Statement of Financial Position have been prepared separately in respect of individual accounts.
- (c) Fixed assets have been depreciated at the revalued amounts at the following rates.

Buildings	5%
Plant Machinery & Fixes	20%
Furniture and Fittings	10%
Office Equipments	20%
Communication Equipments	20%
IT Equipments	20%
Laboratory and Teaching Equipments	20%
Cloaks & Garlands	20%
Sports Equipments	20%

The Library Books and Periodicals, Motor Vehicles and live stock could not revalued. Shown in the Balance Sheet at cost and Depreciated at rate of

Library Books and Periodicals	20%
Motor Vehicles	20%
Livestock	20%

A sum of Rs. 180.027 millions has been provided for depreciation for the year 2012, Accumulated Depreciation as at 31 December 2012 was Rs. 394.762 millions.

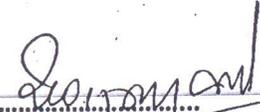
In according to the UGC Circular No. 649 Assets are depreciated on purchase & disposal monthly basis. The revaluation Accounting adjustment have been done according with the LKAS

- (d) In accordance with the LKAS 19, provision for gratuity as at balance sheet date calculated using the projected unit credit method a sum of Rs. 2.707 millions has been provided for gratuity payments for the year 2012. The accumulated provision for the gratuity as at 31.12.2012 is Rs. 24.777 millions. The gratuity liability is neither externally founded nor actuarially valued.

- (e) University has purchased a cost of Rs. 14.40 millions, vehicles on Financial Leasing basis on the approval of Government Treasury in 2010. A sum of Rs. 7.296 millions remained in the accounts as leasing creditors.
- (f) The value of Chemicals at end of the year in the Faculty of Medicine, Applied Sciences & Agriculture has been taken to accounts as Instruction given by the Auditor General in his previous reports. The Physical Chemical Stock Value is 8.73 million at 31.12.2012
- (g) Excess of Expenditure over Income in 2012 was Rs. 24.064 million for the University including provision for Gratuity Payments, Expenses creditors and committed liabilities. The summary of the excess of Expenditure over income (deficit) is shown as follows,

<b>Excess of Expenditure over Income</b>	<b>Rs. 24.064 Mn.</b>
<b>Less Provision for –</b>	
Research and Development	Rs. 7.000 Mn.
Staff Gratuity Payments	Rs. 2.707 Mn.
Provision for accrued expenses	Rs. <u>21.047 Mn.</u>
<b>Total Provision</b>	<b>Rs. 30.754 Mn.</b>
<b>Annual Surplus</b>	<b>Rs. 6.69 Mn.</b>

- (h) A sum of Rs. 532.892 million has been spent for construction of building at the end of financial year 2012. A sum of Rs. 98.959 million, Value of bills could not settled due to the restrictions of withdrawal of funds at Treasury Operations. However we have requested to kept the unsettle amount in the deposit account to withdraw beginning of the year 2013, which have not been confirmed by Treasury Operations. Hence, University had to remove the amounts from debtors.
- (i) The University Borrowed a Sum of Rs. 14.736 million Loan from BOC Mihintale for the urgent commitments full fill the building contractors under the Deyata Kirula Programme. The Loan was granted by the Bank on Sureties of Fixed Deposits at valued of Rs. 15.00 million. The additional 2.5% annual interest charged to the relevant self finance project funds. These loan amount was fully settled at the date of submission of Financial Statements.

  
 .....  
 Prof. K.H.R. Wijewardhane  
 Vice Chancellor  
 Prof. Ranjith Wijayawardana  
 Vice Chancellor  
 Rajarata University of Sri Lanka  
 Mihintale

  
 .....  
 Mr. A. G. Karunaratna  
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 Mihintale

  
 .....  
 Mr. R. M. Dassanayaka  
 Bursar  
 BURSAR  
 RAJARATA UNIVERSITY OF SRI LANKA  
 MIHINTALE

RAJARATA UNIVERSITY OF SRI LANKA, MIHINTALE  
STATEMENT OF FINANCIAL POSITION AS AT 31 ST DECEMBER 2012

Description	Shd. No.	Page No	2012 Rs	2011 Rs
<b>Assets</b>				
<b>Non Current Assets</b>				
Fixed Assets (WDV)	1	12	2,587,986,154	1,676,867,120
Work in Progress Fixed Assets	2	13	1,068,495,302	786,593,575
			<b>3,656,481,456</b>	<b>2,463,460,696</b>
<b>Current Assets</b>				
Stocks	3	14	25,191,312	26,142,178
Sundry Debtors - Miscellaneous	4	14	7,268,837	5,693,879
Miscellaneous Advances	5	14	2,627,529	2,830,677
Supplies & Services Advances	6	15	2,748,587	3,175,008
Pre - Payments	7	15	3,928,807	5,782,497
<b>Financial Assets</b>				
Loans & Advances to Staff	8	15	24,070,311	23,493,521
Monies due from Institutions	9	15	2,466,300	1,224,900
Mobilization Advance	2	13	116,288,754	110,724,859
Restricted Fund Investment	10	16	31,655,260	60,637,825
Other Investment	10	16	85,301	76,599
Cash Balances at Bank	11	17	17,495,946	41,612,298
			<b>233,826,945</b>	<b>281,394,240</b>
<b>Total Assets</b>			<b>3,890,308,401</b>	<b>2,744,854,936</b>
<b>Less-Liabilities</b>				
<b>Non Current Liabilities</b>				
Endowment Fund	12	18	1,294,186	864,745
Provision for Gratuity	13	18	24,774,273	39,590,768
Research Grants	14	18	22,305,542	16,713,107
Other Funds	15	19	91,417,672	79,685,117
Leasing Creditors	16	20	2,160,000	5,674,524
			<b>141,951,673</b>	<b>142,528,260</b>
<b>Current Liabilities</b>				
Sundry Creditors	17	20	62,216,108	39,889,138
Deposits	18	21	51,303,564	65,613,499
Expense Creditors	19	21	24,047,220	24,603,615
Leasing Creditors	16	20	3,396,667	5,889,474
Other Payables	20	21	261,476	144,020
			<b>141,225,036</b>	<b>136,139,746</b>
<b>Total Liabilities</b>			<b>283,176,709</b>	<b>278,668,006</b>
<b>Total Net Assets</b>			<b>3,607,131,692</b>	<b>2,466,186,930</b>

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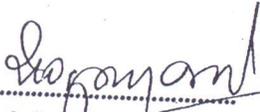
RAJARATA UNIVERSITY OF SRI LANKA, MIHINTALE  
STATEMENT OF FINANCIAL POSITION AS AT 31 ST DECEMBER 2012

Description	Shd. No.	Page No	2012 Rs	2011 Rs
<b>Assets</b>				
<b>Non Current Assets</b>				
Fixed Assets (WDV)	1	12	2,587,986,154	1,676,867,120
Work in Progress Fixed Assets	2	13	1,068,495,302	786,593,575
			<b>3,656,481,456</b>	<b>2,463,460,696</b>
<b>Current Assets</b>				
Stocks	3	14	25,191,312	26,142,178
Sundry Debtors - Miscellaneous	4	14	7,268,837	5,693,879
Miscellaneous Advances	5	14	2,627,529	2,830,677
Supplies & Services Advances	6	15	2,748,587	3,175,008
Pre - Payments	7	15	3,928,807	5,782,497
<b>Financial Assets</b>				
Loans & Advances to Staff	8	15	24,070,311	23,493,521
Monies due from Institutions	9	15	2,466,300	1,224,900
Mobilization Advance	2	13	116,288,754	110,724,859
Restricted Fund Investment	10	16	31,655,260	60,637,825
Other Investment	10	16	85,301	76,599
Cash Balances at Bank	11	17	17,495,946	41,612,298
			<b>233,826,945</b>	<b>281,394,240</b>
<b>Total Assets</b>			<b>3,890,308,401</b>	<b>2,744,854,936</b>
<b>Less-Liabilities</b>				
<b>Non Current Liabilities</b>				
Endowment Fund	12	18	1,294,186	864,745
Provision for Gratuity	13	18	24,774,273	39,590,768
Research Grants	14	18	22,305,542	16,713,107
Other Funds	15	19	91,417,672	79,685,117
Leasing Creditors	16	20	2,160,000	5,674,524
			<b>141,951,673</b>	<b>142,528,260</b>
<b>Current Liabilities</b>				
Sundry Creditors	17	20	62,216,108	39,889,138
Deposits	18	21	51,303,564	65,613,499
Expense Creditors	19	21	24,047,220	24,603,615
Leasing Creditors	16	20	3,396,667	5,889,474
Other Payables	20	21	261,476	144,020
			<b>141,225,036</b>	<b>136,139,746</b>
<b>Total Liabilities</b>			<b>283,176,709</b>	<b>278,668,006</b>
<b>Total Net Assets</b>			<b>3,607,131,692</b>	<b>2,466,186,930</b>

Cont`.

Description	Shd. No.	Page No.	2012 Rs.	2011 Rs.
<b>Net Assets/ Equity</b>				
Capital - Spent Capital Grants	2	13	1,651,233,894	2,263,847,678.09
Capital - Spent Grants/ Work in Progress			1,184,784,057	897,318,434.76
Unspent Capital Grant - Purchase of Land and Buildings	21	23	(72,787,777)	(27,221,831.32)
Revaluation surplus			830,827,745	
			<b>3,594,057,919</b>	<b>3,133,944,282</b>
<b>Specific Reserves</b>				
Unspent Capital Grant Equipment Furniture, Library Books & Vehicle	21	22	(20,169,480)	(7,953,444.53)
Special Grant Assets				
			<b>(20,169,480)</b>	<b>(7,953,445)</b>
<b>Rehabilitation</b>				
Rehabilitation - Spent Grant	21	22	(1,951,279)	(911,595.53)
Rehabilitation - Unspent Grant				
Donation (Assets)	22	24	153,320,333	153,320,332.94
Foreign Aids				
			<b>151,369,054</b>	<b>152,408,737</b>
<b>Reserves</b>				
Special Reserves	23	24	17,127,994	14,384,169.79
General Reserve of the Institution			(135,253,795)	(826,596,814.28)
			(118,125,801)	(812,212,644)
<b>TOTAL NET ASSETS/EQUITY</b>			<b>3,607,131,692</b>	<b>2,466,186,930</b>

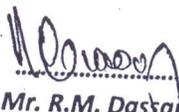
Certified Correct

  
 Prof. K.H.R. Wijewardhane  
 Vice Chancellor

Prof. Ranjith Wijayawardana  
 Vice Chancellor  
 Rajarata University of Sri Lanka  
 Mihintale

  
 Mr. A.G. Karunaratne  
 Registrar

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 Mihintale

  
 Mr. R.M. Dassanayake  
 Bursar

**BURSAR**  
 RAJARATA UNIVERSITY OF SRI LANKA  
 MIHINTALE

**RAJARATA UNIVERSITY OF SRI LANKA - MIHINTALE**  
**STATEMENT OF FINANCIAL PERFORMANCE FOR THE YEAR ENDED 31ST DECEMBER 2012**

Description	Shd No	Page No	2012 Rs.	2011 Rs.
<b><u>Operating Revenue</u></b>				
Recurrent Grant	26	25	689,575,346	590,158,790.47
Amortisation of Capital Grant	27	25	176,257,079	-
Internal Revenue	28	25	9,310,242	11,421,364.84
<b>Total Income</b>			<b>875,142,667</b>	<b>601,580,155.31</b>
<b><u>Operating Expenses</u></b>				
Personal Emoluments	29	26	403,188,396	345,123,913.70
Travelling			3,797,636	3,648,081.95
Supplies and Consumable Used			28,673,761	23,729,019.71
Maintenance			13,816,494	9,780,517.22
Contractual Services			177,698,197	154,383,852.15
Research and Development			7,000,000	4,924,000.00
Other Operating Expenses - Other Recurrent			28,477,521	18,311,042.19
Depreciation and Amotitation Expenses			180,028,040	138,095,617.38
- Financial Assistant to Students			53,209,800	50,924,564.80
- Students Scholarship Fund			3,317,458	3,583,495.04
<b>Total Operating Expenses</b>			<b>899,207,304</b>	<b>752,504,104.14</b>
<b>Net Surplus/Defisit for the period</b>			<b>(24,064,637)</b>	<b>(150,923,949)</b>

STATEMENTS OF CHANGES IN NET ASSETS FOR THE YEAR ENDED 31ST DECEMBER 2012

Description	Acumulated Fund 2012 Rs.	Revaluation Reserve	Total 2012 Rs.	Acumulated Fund 2011 Rs.
Balance as at 31st December 2011	(826,596,814)		(826,596,814)	(675,426,981)
Changes is Accounting policy				
Restated balance	(826,596,814)		(826,596,814)	(675,426,981)
Surplus on Revaluation of properties				
Deficit on revaluation of investment				
Adjustment-Amotisation of capital grants for past years	696,760,861		696,760,861	
Currency translation Deferenses				
Net gains and losses not recognise in the statements of financial performance				
Adjustments	18,646,795	830,827,745	849,474,540	(245,884)
Balance as 31st December 2012	(111,189,158)	830,827,745	719,638,587	(675,672,865)
Deficit on revaluation of properties				
Surplus on revaluation of investments				
Currency tranlation deferenses				
Net gains and losses not recognised in the Statements of the financial performance	(24,064,637)		(24,064,637)	(150,923,949)
Surplus/deficit for the period	(135,253,795)	830,827,745	695,573,950	(826,596,814)
Balanceas at 31st December 2012				

Certified Correct

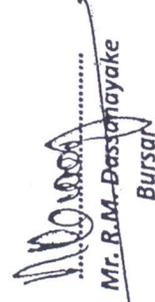
  
 Prof. K.H.R. Wijewardhane  
 Vice Chancellor

Prof. Ranjith Wijayawardana  
 Vice Chancellor  
 Rajarata University of Sri Lanka  
 Mihintale



Mr. A.G. Karunaratne  
 Registrar

A.G. KARUNARATHNE  
 Registrar  
 Rajarata University of Sri Lanka  
 Mihintale

  
 Mr. R.M. Dassanayake  
 Bursar

BURSAR  
 RAJARATA UNIVERSITY OF SRI LANKA  
 MIHINTALE

**Rajarata University of Sri Lanka**  
**Cash Flow Statement for the year ended 31.12.2012**  
 (Indirect Method)

	2012 (Rs.)
<b>Cash flows from operating activities</b>	
Operating surplus/(deficit)	(24,064,636.86)
<b><u>Adjustments for</u></b>	
Depreciations	180,027,100.00
Provision for Gratuity	2,707,147.39
Amortization of capital grants	(176,257,079.41)
	<b>17,587,468.88</b>
Increase in Inventrese	950,865.85
Increase in Receivables	(2,763,579.31)
Decrease in Prepayments	1,853,690.45
Increase in Trade Creditors	21,888,031.68
Increase in Deposits	(14,309,934.76)
Cash Generated from Operating Activirties	<b>(9,968,394.98)</b>
Gratuity Payments	(1,924,292.00)
<b>Net cash from Operating Activities</b>	<b>(11,892,686.98)</b>
 <b>Cash Flows from Investment Activities</b>	
Acquisition of propety, plant and equipments	(236,829,139.42)
Payments for WIP	(290,646,110.00)
Refund of Investnments in Fixed Deposits	28,973,861.58
Interest from FDs	2,145,940.00
<b>Net cash used in investing Activities</b>	<b>(496,355,447.84)</b>
 <b>Cash Flows from Financial Activities</b>	
Capital grants received	428,611,032.29
RehbilitatiIn grants	45,500,000.00
Increase in Research and other funds	17,754,430.87
Payment of finance lease on vehicles	(8,331,564.00)
Funds received fron bond violations	597,884.15
<b>Net cash used in Financial Activities</b>	<b>484,131,783.31</b>
 <b>Net Cash Flow</b>	<b>(24,116,351.51)</b>
 <b>Cash as at 01.01.2012</b>	<b>41,612,297.59</b>
<b>cash as at 31.12.2012</b>	<b>17,495,946.08</b>
	<b>(24,116,351.51)</b>



Prof. Ranjith Wijayawardana  
 Vice Chancellor  
 Rajarata University of Sri Lanka  
 Mihintale.

**PORT OF THE AUDITOR GENERAL ON  
E FINAL STATEMENTS OF ACCOUNTS  
2012**



විගණකාධිපති දෙපාර්තමේන්තුව  
கணக்காய்வாளர் தலைமை அறிபதி திணைக்களம்  
AUDITOR GENERAL'S DEPARTMENT



මගේ අංකය }  
எனது இல } එක්සී/පී/ව/2013/20  
My No }

ඔබේ අංකය }  
உமது இல }  
Your No. }

දිනය }  
திகதி } 2014 මැයි 13 දින.  
Date }

උපකුලපති  
ශ්‍රී ලංකා රජරට විශ්වවිද්‍යාලය,

ශ්‍රී ලංකා රජරට විශ්වවිද්‍යාලයේ 2012 දෙසැම්බර් 31 දිනෙන් අවසන් වර්ෂය සඳහා වූ මූල්‍ය ප්‍රකාශන පිළිබඳව 1978 අංක 16 දරන විශ්වවිද්‍යාල පනතේ 108 වගන්තිය ප්‍රකාරව විගණකාධිපති වාර්තාව.

සාමාන්‍ය හා 2014 ජනවාරි 07 දින දරන මාගේ ලිපියට යොමු වේ.

02. ඉහත සඳහන් ලිපිය සමඟ එවන ලද වාර්තාවේ ඉංග්‍රීසි අනුවාදය මේ සමඟ එවා ඇත.

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විගණකාධිපති

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- පිටපත් :-
1. ලේකම් - මුදල් හා ක්‍රම සම්පාදන අමාත්‍යාංශය.
  2. ලේකම් - උසස් අධ්‍යාපන අමාත්‍යාංශය.
  3. සභාපති - විශ්වවිද්‍යාල ප්‍රතිපාදන කොමිෂන් සභාව.

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S. N. SLS  
24/05/14

අංක 306/72 පොල්දූව පාර,  
බත්තරමුල්ල, ශ්‍රී ලංකාව

இல. 306/72, பொல்தூவ வீதி,  
பத்தரமுல்லை இலங்கை

No.306/72, Polduwa Road,  
Battaramulla, Sri Lanka

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Telephone }

ෆැක්ස් අංකය }  
பக்ஸ் இல } 2887223  
Fax No. }

ඉලෙක්ට්‍රොනික් තැපෑල }  
ஈ- மெயில் } oaggov@sltnet.lk  
E-mail. }



විගණකාධිපති දෙපාර්තමේන්තුව  
கணக்காய்வாளர் தலைமை அறிபதி திணைக்களம்  
**AUDITOR GENERAL'S DEPARTMENT**



මගේ අංකය  
துலைவா  
My No

එන්පී/ජපී/ජ/2013/20

ඔබේ අංකය  
உமது இல  
Your No.

දිනය  
திகதி  
Date

2014 ජනවාරි 07 දින.

Vice Chancellor.

Rajarata University of Sri Lanka.

Report of the Auditor General on the Financial Statements of the Rajarata University of Sri Lanka for the year ended 31 December 2012 in terms of Sub-section 108 (1) of the Universities Act No.16 of 1978.

The audit of financial statements of the Rajarata University of Sri Lanka for the year ended 31 December 2012 comprising the statement of financial position as at 31 December 2012 and the statement of financial performance, statement of changes in equity and cash flow statement for the year then ended a summary of significant accounting policies and other explanatory information 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 the Sub section 107(5) of the Universities Act No. 16 of 1978. My comments and observations which I consider should be published with the Annual Report of the University in terms of Sub-section 108 (1) of the Universities Act appear in this report. A detailed report in terms of Sub-section 108(2) of the Universities Act was furnished to the Vice Chancellor of the Rajarata University of Sri Lanka on 11 July 2013.

1.2 Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with Generally Accepted Accounting Principles and for such internal control as the management determines is necessary to enable the preparation of financial statements that are free from material misstatements whether due to fraud or error.

අංක 306/72 පොල්දූව පාර,  
බත්තරමුල්ල, ශ්‍රී ලංකාව

இல. 306/72, பொல்துவ வீதி,  
புத்தரமுல்லை இலங்கை

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பக்ஸ் இல  
Fax No. } 2887223

ඉලෙක්ට්‍රොනික් තැපෑල  
ஈ-மெயில்  
E-mail. } oaggov@sltnet.lk

## 2 Financial Statements

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### 2.1 Qualified Opinion

---

In my opinion, except for the effects of the matters described in paragraph 2.2 of this report, the financial statements give a true and fair view of the financial position of the Rajarata University of Sri Lanka as at 31 December 2012 and its financial performance and its cash flows for the year then ended in accordance with Generally Accepted Accounting Principles.

### 2.2 Comments on Financial Statements

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#### 2.2.1 Accounting Deficiencies

---

The following accounting deficiencies were observed.

- (a). Over two hundred and twenty acres of land including the main administrative building, maintenance division building, 33 official quarters together with the land obtained for functioning of the University at the time of commencement of the University 16 years ago and the Applied Science Faculty and the Students' Hostel Premises, Faculty of Agriculture with farm and land belonging to the Faculty of Medicine being used for more than 3 years had not been acquired even during the year under review. As a result, action had not been taken to assess their value and include in the financial statements.
- (b). A sum of Rs.423,766 had been prepaid on behalf of houses obtained on rent by the Rajarata University of Sri Lanka. This had not been shown as a pre payment in the Financial Position Statement and had been treated as an expenditure of the year under review. As a result, the expenditure and the pre payments had been overstated and understated respectively by similar amounts in the financial statements.

- (c). The Mobilization Advances totaling Rs. 2,469,500 paid for constructing the interior roads of second stage of the Agriculture Faculty Farm, Medical and Agriculture Faculties had been fully recovered by end of the year. However, this value continued to be shown under the Mobilization Advance. As a result, the said account had been overstated by a similar amount and the Work in Progress Account had been understated by a similar amount.
- (d). A sum of Rs. 7,200,000 had been deposited with the Divisional Secretary, Madyama Nuwaragam Palatha on 30 November 2011 to acquire nearly 15 acres of land for activities connected with extension of the Faculty of Agriculture. This had been shown as mobilization advance instead of being shown as a deposit made to the Divisional Secretariat for acquiring land
- (e). Mobilization advances had been paid for completing the special activities relating to the clinical building. Of this, a sum of Rs. 12,634,645 remained as balance unsettled as at end of the year under review. However, this had been shown as Rs.36,197,357 in the Mobilization Advance Account and as a result this account had been overstated by Rs. 23,562,712 and the Work in Progress Account had been understated by a similar amount.
- (f). During the year under review, bills amounting to Rs. 60,447,575 had been paid on behalf of completing the special work relating to the clinical building. However, this had been shown as Rs. 31,286,965 in the accounts understating the Work in Progress Account by Rs. 29,160,660.
- (g). A sum of Rs.7 million had been provided for research expenses for the year 2012. None of this had been utilized during the year under review. In spite of this, the entire sum of Rs. 7 million had been debited to the Income and Expedition Account (to the financial performance Statement) and credited to the Research Fund.

### 2.2.2 Accounts Receivable and Payable

---

The following observations are made.

- (a) Unsettled advances aggregating Rs. 1,945,708 relating to sundry advances, petty cash and supplies advances given on 17 instances which had exceeded a period of 3 months to 04 years had not been settled even as at 31 December 2012.
- (b) The balance of research advance amounting to Rs. 25,000 granted to a Lecturer on 27 February 2008 had not been settled even as at 31 December of the year under review.

### 2.2.3. Lack of Evidence for Audit.

---

Fixed assets amounting to Rs. 2,587,986 could not be satisfactorily vouched in audit due to non-remission of registers of fixed assets and detailed schedules etc.,

### 2.2.4 Non – compliance with Laws, Rules, Regulations and Management Decisions

---

The following non – compliances were observed.

Reference to Laws, Rules, Regulations; etc.	Non – compliance
-----	-----
(a). Universities Act No. 16 of 1978	
(i).Section 99 (i) (d)	monies of the University received from whatever source should be credited to the University Fund and expenditure incurred accordingly. However, 10% of the surplus remaining after incurring expenditure on the External English course and the

Postgraduate Management course conducted by the University had been credited to the Vice Chancellor's Fund and the balance to the development funds of related courses.

- (b) Establishments Code of the Democratic Socialist Republic of Sri Lanka

-----  
Chapter XIX

Section 5.8

The Rajarata University of Sri Lanka had paid the water bill of Rs.510,925 relating to the family quarters and single quarters at Rambewa and Mihintale. A sum of Rs.73,128 alone had been recovered from the occupants of those quarters. As a result, a sum of Rs.437,797 had been paid from the University Fund, for water consumed for private purposes during the year under review.

- (c) Financial Regulations of the Democratic Republic of Sri Lanka.

-----  
Financial Regulations 104  
(1), 104(3) and 104(4)

Vehicles of the University had met with accidents on 06 occasions during 2010 and 2011 and the loss caused was Rs.872,927, Of this, Rs.783,950, had been compensated by the insurance and Rs.88,977, had been incurred from the University Fund. But, investigations had not been conducted to identify those who were responsible for the accidents.

## Circulars

- (d) -----
- (i) Public Administration Circulars No. 26/92 of 19 August 1992, No. 26/92 of 03 August 1994 and No. 2002/01 of 25 February 2002
- State emblem and the name of the institution should be Stenciled on government vehicles of the Pool. However, state emblem or the University emblem and the name of the institution had not been stenciled on 25 vehicles belonging to the Pool.
- (ii) Public Administration Circular No. 13/2008 (ii) dated 09 February 2011
- Officers entitled for official vehicles should perform their duties within the monthly fuel limit applicable to them. Additional fuel could only be given with the personal approval of the Secretary to the Ministry concerned. However, fuel valued at Rs. 97,671 had been given to the Vice Chancellor during the year under review without approval.
- (iii) Public Administration Circular No. 09/2009 of 16 April 2009 and No. 09/2009 (i) of 17 June 2009
- Finger print machines should be used for marking the times of arrival and departure, However, necessary action had not been taken by the Rajarata University of Sri Lanka in this connection during the year under review.
- (iv) Public Finance Circular No. 364(3) of 30 July 2002
- While paying the Value Added Tax along with the contract payments, the details of tax paid should be informed to the Commissioner General of Inland Revenue with a copy to the Auditor General, before 15<sup>th</sup> of the ensuing month. However, this had not been done while paying the Value Added Tax of Rs 931,976

on value of on behalf of park maintenance services.

- (v) Sections 3 (i) and (ii) of the University Grants Commission Circular. The period of acting should not exceed 03 months. However, 10 officers had been appointed on acting basis from 2 to over 05 years and acting salaries aggregating Rs.228,804 had been paid to those officers during the year under review. The posts of Chief Security Officer and the post of Librarian remained vacant even as at 11 October 2013.

#### 2.2.5 Transactions without Adequate Authority

---

The Treasury had granted Rs.18 million in 2006 to acquire the Police Quarters at the Mihintale University premises in order to use it as a hostel. But, it had not been acquired even as at 31 December 2012. The money received on this behalf had been invested in a fixed deposit and the interest of Rs.9,243,577 received had been used to settle the contact bills without the approval of the Treasury.

### 3. Financial Review

---

#### 3.1 Financial Results

---

According to the financial statements presented, the operating activities of the University during the year ended 31 December 2012 had resulted in a deficit of Rs.24,064,637 as compared with the deficit of Rs.150,923,949 of the previous year showing an improvement of Rs.126,859,312 and in financial results. The increase in amortization of capital grant by Rs.176,257,079 and the increase in recurrent grant by Rs.99,416,556 had mainly attributed to the improvement in financial results.

#### 4. Operating Review

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##### 4.1 Performance

-----

The academic performances of the University during the year under review appear below.

##### (a) Results of Examinations

-----

(i). Details of passes relating to final year to examinations and degrees of 2012 are shown below.

Details	Faculty of Applied Science	Faculty of Agriculture	Faculty of Management Studies	Faculty of Social Science and Humanities	Faculty of Medicine and Allied Science	Total
-----	-----	-----	-----	-----	-----	-----
No. of students who sat for the final examinations during the year under review	201	83	178	220	164	846
No. of passes with classes	78	52	05	139	67	341
No. of ordinary passes	77	05	134	28	73	317
Total no. of passes	155	57	139	167	140	658
No of failures	46	26	39	53	24	188
Percentage of students failed degree examinations, as a percentage of students who sat for the examinations	22.8%	31%	21.9%	24%	14.6%	22%

\* The total number of students who sat for the final year examinations in all faculties during the year under review was 846. Of them, 188 had failed and it was 22 per cent of those who appeared for examinations.

(ii) The details of enrólments and successes in degree examinations from 2007/2008 to 2011/2012 appear below.

	No. of Students Enrolled					No. of Students who left after obtaining degrees				
	2007/2008	2008/2009	2009/2010	2010/2011	2011/2012	2007/2008	2008/2009	2009/2010	2010/2011	2011/2012
Faculty of Medicine and Allied science	180	181	184	180	180	-	-	-	-	140
Faculty of Agriculture	113	107	108	95	72	54	91	55	64	57
Faculty of Applied Science	160	216	173	196	207	89	92	69	115	155
Faculty of Social Science and Humanities	225	275	337	330	302	154	114	181	188	167
Faculty of Management Studies	211	279	307	276	355	162	201	163	137	139
Total	889	1058	1109	1077	1116	459	498	468	504	658

A continuous declining trend was observed in the number of students enrolled for the Faculty of Agriculture from 2007/2008 to 2011/2012

## (b) Cost per Student.

-----

The total cost of each faculty of the Rajarata University and the cost per student during the year under review appear below.

	Faculty of Agriculture	Faculty of Applied Science	Faculty of Social Science and Humanities	Faculty of Management	Faculty of Medical and Allied Science	Total
Total Cost (Rs)	64,782,503	69,847,426	47,179,677	49,035,443	113,659,617	344,504,666
Total Number of Students	402	816	1234	1189	1074	4715
Cost per Student	161,551	85,597	38,233	41,241	105,828	73,066

The cost per student of the Faculty of Agriculture had increased compared with the very low cost per student of the Faculty of Social Science and Humanities.

## (c) Payment of Research Expenses and Research Allowances

- 
- (i) The amount provided for research expenses of 2012 was Rs.7 million. Research letters had been presented in 2013 in respect of researches of 2012. Accordingly, progress was not observed in relation to the approved researches in 2012.
- (ii) Twenty six research presentation letters had been given to lectures for the year 2011, Of them 22 persons had obtained Rs.1,254,550 as advances in 2012. Progress reports to be furnished once in 06 months during the research period had been furnished by 2 lecturers alone. None of the final reports relating to the approved research of 2011 had been furnished even by the month of May 2013, the month of inspection.

- (iii) Research advances amounting to Rs.25,000 and Rs.90,000 had been given to 2 Lecturers on 27 February 2008 and 06 October 2010 respectively. But, the researches concerned had not been completed even as at 31 December of the year under review. Also, action had not been taken to Settle the advances Obtained .
- (iv) According to Parágraph 4(1) of the Management Services circular No.45 of 07 April 2011 with regard to payment of research advances, continuous payment of research allowances depend on publication of research reports internationally or at a national level or in a recognized scientific publication or by presenting it at a symposium for satisfaction of the Research Committee. But, none of the final reports of researches pertaining to 2011 and 2012 had been furnished. As such, the Senate Research Publication and Higher Degrees C ommittee had not decided about suspension or payment of research allowances. During the year under review, research allowances aggregating Rs.12,093,477 had been paid.

#### 4.2 Operating Inefficiencies

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The monthly rent of 32 houses obtained on lease houses for students' hostels during the year under review had not been assessed by the Department of Valuation. The rent assessed by the Department of Valuation with regard to 19 houses was Rs.3,786,000. But, the lease rent exceeded this amount ranging from 150 to 200 per cent, that is, a total sum of Rs.5,826,000. As such, a sum of Rs.2,040,000 had been paid in excess of the approved assessed rent.

#### 4.3 Management Inefficiencies

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Section 09 of the agreement used by Rajarata University Sri Lanka for obtaining full pay study leave requires an individual to report for duty on completion of his study leave failing which the value shown in the agreement should be paid within one year from that date. Failure to pay it within a year would require a payment with an annual interest of 12 per cent. A probationary Lecturer of the Faculty of Applied Science who had breached the agreement had exceeded 02 years by 31 December 2012. However, no legal action had been taken to recover the value shown in the agreement, that is, Rs.1,631,991 and the interest thereon amounting to Rs.405,118.

#### 4.4 Transactions of a Contentious Nature

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The following conditions that could not be achieved by any one who furnish bids for maintenance of the University park exceeding an annual cost of Rs.13 million had been included in the document calling for bids.

"To be an institution with an experience of 03 years during the period 2005-2011 which had satisfactorily maintained a garden exceeding 25 acres in a government department, corporation or a statutory board or private organization "

- (a) The above condition included in the bid document were unattainable. As a result, no one who suffice the related condition had forwarded their bids during the year under review and the previous years.
- (b) While evaluating the bids, the lowest bid had been rejected on the grounds of not having more than 25 years of experience in maintenance of garden, although he had fulfilled all other requirements. Meanwhile, the second lowest bid had been selected stating that he had previous experience in maintenance of garden at this University and the contract had been awarded accordingly As a result of rejecting the lowest bid, a loss of

Rs.1,708,064 had incurred to the University funds while making payments from May 2012 to January 2013.

(c) The total cost estimate prepared for procurement of services for maintenance of garden had been based on the following erroneous values. As such, it was observed it was not useful to make use of it for calculating bids.

(i) The District Pricing Committee is the base for obtaining prices for preparation of estimates, which determines that rate for the entire district. But, various prices at various places had been made use of, for identical work shown in the estimate.

Place Referred to in the Estimate	Amount paid for Grass Cutting per Hectare
	Rs.
Mihinthale premises	8,029
Mihinthale playground	18,927
Faculty of Agriculture	65,833
Faculty of Medicine	29,200

(ii) According to the rate analysis prepared for the total cost estimate, the profit and overhead costs ratio to be added to all items was 20 per cent. However, the profit and overhead ratio included in this estimate was 35 per cent.

## 4.5 Staff Administration

- (a) There were 117 vacancies in the academic staff during the year under review as shown below

## Academic staff

Description	Approved	Actual	Vacancies
(i) Professors	28	04	24
(ii) Lecturers / Probationary Lecturers	253	160	93
	281	164	117

- (b) Apart from the 117 vacancies in the academic staff, 23 lecturers had left the University by obtaining study leave for foreign and local scholarships. Accordingly, the number of academic staff that could not be utilized for academic activities during the year under review was 139 and it was 49 per cent of the approved cadre. Due to more vacancies existing in the academic staff during the year under review, a sum of Rs.7,412,798 had been paid to external Lecturers to attain such services.

## Non academic staff

Designation	Approved	Actual	Vacancies
(i) Executives	28	20	08
(ii) Non executives	394	330	64
	<u>422</u>	<u>350</u>	<u>72</u>

- (c) During the year under review, 11 Computer Application Assistant of Grade III had been recruited to the non academic staff. The recruitments had been made out of 53 applicants appearing in the list of names furnished by the Ministry of Higher Education contravening the approved scheme of recruitment of the Ministry applicable for the above post and the University Grant Commission circular No.854 of 14 December 2004. The basis of selection of 53 applicants had not been furnished to audit.

## 4.6 Idle and Under-utilized Assets

- (a) The cost incurred on construction of a Day Care Centre was Rs.8,226,250 and the work had been completed in July of the year under review. It remained unused even as at 11 September 2013 without being used for the expected purpose.
- (b) A balance of Rs.113,061 remained idle for about 02 years in an account maintained at a state bank at Mihinthale.

#### 4.7 Under Utilization of Vehicle

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Three vehicles of the University fleet of vehicle remained parked without being repaired and 04 vehicles of the pool had only been used for duties of Deans of faculties. Maximum efficiency of those vehicles had not been obtained and as such 02 vehicles had been hired during the year under review by paying Rs.846,177 from the funds of the University.

#### 4.8 Uneconomic Transactions.

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The specimen form for agreements had been approved by the Procurement Agency Institution and published by ICTAD while entering into proper contract agreements. But, these had not been used for agreements and a sum of Rs.30,500 had been paid to a private Attorney at Law for preparing agreements for 2 services supplied to the University

### 5. Accountability and Good Governance

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#### 5.1 Internal Audit

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The management had not taken action regarding 03 out of 09 audit queries issued during the year 2012. The Internal Audit Unit consisted of 03 persons including the Assistant Internal Auditor and the post of Audit Clerk remained vacant during the year under review.

#### 5.2 Tabling of Annual Report

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The annual report of 2011 had been sent for tabling in Parliament on 29 April 2013.

## 5.3 Observations Regarding Unsettled Audit Paragraphs

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Instances of non implementation of Order of the Committee of Public Enterprises held on 04 January 2011 appear below.

Order No. -----	Order given -----	Present position -----
07	Money obtained from various courses to be credited to the University Fund	The sum of Rs.27,970,984 received from various courses had not been credited to the University Fund as per financial statements published on 31 December 2012
08	The sum of 18 Million obtained from the Treasury to be deposit in a fixed deposit with Treasury approval and such until time the police quarters at Mihintale in University premises are acquired for the University hostel.	Approval of the Treasury had not been obtained even by October 2012. The funds had been used for sundry payments.
14	It was ordered to recover house rents and electricity charges from occupants.	During the years 2011 and 2012 the University fund had incurred Rs.896,613 and Rs.437,797 respectively for water consumed by single and family quarter belonging to the University.

6. **Systems and Controls**

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Deficiencies in systems and controls observed during the course of audit were brought to the notice of the Vice Chancellor from time to time. Special attention is drawn with regard to the following areas of control.

- (a) Fixed Assets Control
- (b) Contract Administration
- (c) Budgetary Control
- (d) Human Resources Management
- (e) Control over Vehicles.

H.A.S.Samaraweera

Auditor General

**CLARIFICATION AND RECTIFICATION OF MEASURES INTEND  
TO BE TAKEN BY THE UNIVERSITY REGARDING THE REPORT OF  
THE AUDITOR GENERAL ON THE ACCOUNTS OF THE RUSL FOR  
THE YEAR ENDED 31<sup>ST</sup> DECEMBER 2012 IN TERMS OF SECTION  
108(2) OF THE UNIVERSITY ACT NO 16 OF 1978**

**VIEWS OF THE UNIVERSITY AND EXPLANATIONS ON MATTERS UNACCEPTABLE REGARDING THE DRAFT REPORT OF THE AUDITOR GENERAL ON THE ACCOUNTS OF THE RAJARATA UNIVERSITY OF SRI LANKA FOR THE YEAR ENDED 31<sup>ST</sup> DECEMBER 2012 IN TERMS OF SECTION 108 (2) OF THE UNIVERSITY ACT NO 16 OF 1978 AND THE SECTION 13 (7) (A) OF FINANCE ACT NO 38 OF 1971**

Annual account report of Rajarata University of Sri Lanka for the year ended 31<sup>st</sup> of December 2012 in terms of section 107 (13) 7 (A) of the Finance Act No 38 of 1971 and section 106 (2) of University Act No 16 of 1978, has submitted to Auditor General on 07<sup>th</sup> January 2013. Report of the Auditor General for such annual account report has been received on 07<sup>th</sup> January 2014, and views of the University and measures adopted up to date and the explanations on matters unacceptable are forwarded herewith in the numerical order of the audit report.

**2.2 Comments on Financial Statements**

**2.2.1 Accounting Deficiencies**

- (a) Gam uda premises belongs to Government has been provided for the purpose at the beginning of the University. Since this land belongs to state a transfer of same does not arise, assignment of the land will suffice. Accordingly every document required for the purpose, has been prepared and sent to the Commissioner General of Land. The said assignment will take a considerable time the University is taking action to dispatch reminders from time to time to get the process completed. It has been informed to the department of valuation for assessing value of relevant land until the acquisition process is ended. Progress of acquisition land and also progress of assessing are reviewed by the council and audit committee.
- (b) It is an accounting fault. Action has been taken to rectify in the year 2013
- (c) It is an omitting fault. Action has been taken to rectify in the year 2013
- (d) Accepted, Action will be taken to rectify within the year 2013
- (e) It is an accounting fault. Action has been taken to rectify in the year 2013
- (f) It is an Accounting fault. Action has been taken to rectify in the year 2013

expenses are entered separately and it is depicted in the account report. External courses in the English department will be maintained by the CDCE center which has already been established. Such fund will be credited in to relevant account of the center concerned.

- (b)** Quarries have been caused on the water bills pertaining to the official quarters where outside officers were accommodated. This matter had been discussed even at the committee of Public Enterprises sitting for the year 2010 where it was stated water terries have been levied at concessionary rate having regard to water scare city at Mihintale area where it has become extremely retained the employees of Rajarata University. Accordingly, General Treasury has been informed this matter concerned.
- (c)** The University has acted regarding the reporting of motor vehicle accidents in terms of the chapter 27 of Establishment Code Accordingly; Investigation has been begun for the purpose. Recommendations will be implemented obtaining the inquiry report.
- (d)** **(i)** Necessary instructions have been given to display the Logo of the Government, name and Logo of the University in the vehicles of pool
- (ii)** Motor vehicles number NCKD - 4981 is the official vehicle of the Vice Chancellor and it is provided required additional fuel on the approval of the Council. Action has been taken in terms of the provisions of the circular issued by University Grant Commission for the purpose
- (iii)** Action will be taken to use finger print machines.
- (iv)** Details of the tax (VAT) amounting to Rs 931,976.00 paid for park maintained service, has already been sent to the Commissioner General of Inland Revenue.
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- (v)** Every acting appointment shown in the audit report, has already been filled through permanent recruitment.

being trailed in the court between the officer and the University regarding the matter. Provident fund was not released for him and action will be taken to recover the advances concerned when it is released. The lecturer, T.C. Bamunuarachchi who received the amount of Rs 90,000 as research advance, has already been settled the amount concerned by him.

- (iv) The University acts regarding research allowances, in terms of the circular No 1/2011 of Higher Education. And in the circular concerned, five categories have given to be entitled for the relevant allowance and further it has given fulfilling at least one of them will be eligible to receive the allowance. Accordingly the payment has been made

#### 4.2 Operating Inefficiencies

Houses shown in the report are of Auditor General the houses that were utilized for the student by extending the rent period in 2012. In extending the rent period of such houses it was practically impossible to get the valuation report and enter in to new agreement on revised value and at the same time it was not practically find out new houses instead of available ones. (32 houses in a short period of time)

More over the house concerned had to be rented due to new enrolment and finding out new houses through news paper advertisement within a short period of time is absolutely impossible. On the other hand it is unable to enroll student, to the University with providing accommodation to them. Therefore the University function had carried out through retaining student in these houses continuously.

Intake of student for the academic years 2010/2011 was took place in November 2011 and 1150 students were enrolled for five faculties At that point it was impossible to provide internal accommodation for fresh students and therefore, such facilities had to be provided on rent basis. In this process such houses had to be rented prior to the intake and accordingly the houses shown in the audit query were taken by the University and provided accommodation for the student concerned.

More over total land extent of the university is over 220 acres and expanded in Mihintale, Saliyapura and Puliyankulama areas. The whole area has to be maintained property considering the vast amount of area in the premises and entrusting the contract to an agency not having above criteria and if they are found to be unsuccessful, and retendering according to the procedure would take at least 03 months and if it happened, cleaning of the premise will be an absolutely a mess and sometimes it may cause to even close the University and such a situation had occurred in 2001

(C) It is admitted that a high rate has been assigned to other areas compared to Mihintale premise and reasons for the same one as follows.

- Number of employees that has to be deployed for these each places different and cost for salary for the are included in these rates.
- Saliyapura and Puliyankulama premises are among from 15 - 20 km, from Mihintale premises and an Additional cost is occurring for transporting plant and machinery.
- Additional cost due to employing a few employees duty
- When it comes to playgrounds, they have to be maintained at least once a week with grass trimming and at the same, Additional cleaning is required in special events such as sports festal or other games.
- Moreover the situation pointed out has occurred due to the strategic pricing policy adhered by the institute that engage in garden maintaining industry in the quotation, high rates are given for certain item while giving low rates, some rates and as a methodology, they tend to maintain an arrange value overolle

#### 4.7 Underutilized Transactions

Vehicles have been assigned for the Deans of the University and vehicles point out in the audit quarry has mostly used for the official visits for Colombo and remote areas away from Anuradhapura. Even though the unserviceable vehicles got repaired, it is practically impossible to deploy them for long trips. Activities of the University broaden and, in order to manage all of them, Vehicles have been rented out and deployed for the purpose accordingly.

Hence, transport expenses have increased of the faculties of the University has located in different places and on their hand as University has located in a rural area and most of the time it has to travel to Anuradhapura town to get many need fulfilled.

#### 4.8 Uneconomic Transactions

Then the service of a private lawyer had be hired for getting required lead instruction for the activities of the University and at that point service of the lawyer concerned had to be obtained to enter for the agreement highlighted. Further, University is aware by now over the form including ICTAD/SDB/02 form officers of the University are now acknowledge of the same use the same in future events.

### 5 Accountability and Good Governance

#### 5.1 Internal Audit

Action has been taken through discussing in the audit committee in respect of 03 interval audit quires when action had been taken by the management. It has been directed to the council to upgrade the vacant audit clerk post to as audit assistant. Recruitment will be made as soon as the approval of the Council is granted

**5.2 Tabling of Annual Report**

Annual report of 2011 has been sent to the Parliament on 29<sup>th</sup> August 2013

**5.3 Observations regarding unsettled Audit paragraph**

- (a) Although, it has mentioned that there are three instances of non implementation of orders given at Committee of public Enterprises, held on 04<sup>th</sup> January 2011, such orders have not been issued at the same committee of Public Enterprises.

**6 System and Controls**

Action will be taken to draw attention to fixed assets control, Human resource management and vehicle management shown in the audit report.

  
Professor Ranjith Wijayawardhana

Vice Chancellor

Rajarata University of Sri Lanka

Mihintale

Prof. Ranjith Wijayawardana  
Vice Chancellor  
Rajarata University of Sri Lanka  
Mihintale.