

Management Services
Circular No. 29 (IV)

My No. DMS/Allowances/Gen/01.
Department of Management Services
General Treasury, Colombo 01.
18. 07.2008.

To all Secretaries to Ministries
Chairmen of State Corporations, Statutory
Boards and Fully Government owned Companies.

**Payment of Cost of living allowance to all employees of State Corporations
Statutory Boards and fully Government owned companies.**

Your attention is drawn to Para 04 of Management Circular No. 27 of 17/01/2006 and
Management Circular No. 29(iii) of 23/01/2008.

02. The Cost of living allowance required to be paid as per para (2) & (3) of
Management Circular No. 29(iii) effective from 01.07.2008 to those employees of
State Corporation, Statutory Boards and Fully owned Government Institutions who
have not been paid such allowance or a similar allowance as per the Cost of Living
Index is revised as follows:-

- (a) The Cost of living allowance of Rs. 2500/- paid up to 30.06.2008 to those
employees who are drawing an initial monthly salary less than Rs. 25,640
Interms of Management Services Department Circular No: 30 be increased to
Rs. 3500/- effective from 1/7/2008 and
- (b) To pay a monthly allowance of Rs. 2875/- effective from 1/7/2008 to those
employees whose initial monthly salary is above Rs. 25,640/=.
- (c) Daily Paid employees may be paid this allowance at the rate of Rs. 116.66 per
day up to a maximum of Rs. 3500/- per month for the Service rendered with
effect from 1/7/2008.

03. Clarification if any is required regarding the circular; you may please contact
Mr. L.P. Jayampathy, Addl. Director General of Department of Management
Services (on 2484870) or Mr. Deepal Siribaddana, Assistant Director (on 2484903).

Sgd: P.B. Jayasundara
Secretary to the Treasury and
Secretary to the Ministry of Finance and Planing

Copies to -1. Secretary to the President
2. Secretary to the Minister
3. Auditor General } for information.