

## Study of Financial Management and Funding Practices Adopted by Private Unaided Higher Educational Institutions

Shirish Raibagkar

Professor,

Institute of Business Management and Rural Development (MBA Center),  
Ahmednagar, Maharashtra, India.

**CITATION:** Raibagkar, Shirish (2014), "Study of Financial Management and Funding Practices Adopted by Private Unaided Higher Educational Institutions", *MERC Global's International Journal of Management*, Vol. 2, Issue 3, pp. 109-132.

**ARTICLE HISTORY:** Submitted: March 27, 2014, Revision received: May 20, 2014, Accepted: May 30, 2014

**ARTICLE TYPE:** Abstract of doctoral dissertation

### ABSTRACT

*Share of youth population dominates the current demographic profile of India. Education and particularly higher education will play a critical role in shaping not only the careers of the youth population, but also impact the prospect of the entire nation. The Government of India encourages the private sector to play an industrious role in education. However, private unaided educational institutions (PUEIs) are struggling with some major issues with reference to financial management practices and funding. This study is an attempt to capture an insight into the current financial management practices of PUEIs particularly in the semi-urban and rural areas of India. Moreover, study exposes the ground level problems confronted by PUEIs in the long-term as well as short-term financing and also determines the problems confronted by the bankers in financing these PUEIs. Conclusively, study approaches out with practical solutions to solve both long-term as well as short-term financial problems.*

**KEYWORDS:** Financial management, Funding practices, Educational institutions, Private unaided educational institutions, Banks, Finance, Education, India.

### REFERENCES

1. AICTE (2013), "Growth of educational institutions in the last six years", All India Council for Technical Education.
2. Bombay Public Trust Act (1950), "Permission from Charity Commissioner Before Availing Loans", section 36-A (3).
3. Deloitte (2012), "Indian Higher Education Sector, Opportunities A plenty, Growth Unlimited!", Message from the Education Sector Team, pp. 3.
4. Ernst and Young (2009), "Making the Indian Higher Education System Future Ready", FICCI Higher Education Summit.
5. Ernst and Young (2011), "Private sector participation in Indian Higher Education", FICCI Higher Education Summit.
6. India Ratings and Research Private Limited (2014), "India Ratings Maintain Stable Outlook for India's Education Sector", February 19, available at: [livemint.com](http://livemint.com).
7. Indian Express (2013), "Private College staff without pay for months", 27 April.
8. Kapoor, Amit (2014), "India's Quality of Higher Education must Match Enrolment", available at: <https://in.finance.yahoo.com/news/indias-quality-higher-education-must-073804932.html>.
9. Karkkainen, Kiira (2006), "Emergence of Private Higher Education Funding within the OECD area", available at <http://www.oecd.org/edu/skills-beyond-school/38621229.pdf>.
10. Lohan (2012), "Research Report", Lohan & Co., available at <http://www.lochanco.com/index.php/higher-education-sector>.
11. Maharashtra Land Revenue Code (1966), "Section 36 (4)".

12. RBI (2011), "Master Circular No.DBOD.BP.BC.11/21.06.001/2011-12", Reserve Bank of India, 1 July.
13. SSS (2013), "Final Fee structure of the private and unaided colleges for the Academic" Year 2012-13", Shikshan Shulka Samiti, available at [www.sssamiti.org](http://www.sssamiti.org).
14. Sudarshan, Anand and Subraminan, Sandhya (2012), "Private sector's role in Indian Higher Education", India Infrastructure Report 2012, pp. 178 to 184.
15. The British Council (2014), "Understanding India: The Future of Higher Education and Opportunities for International Cooperation", Executive Summary, pp. 4.
16. The Hindu (2013), "Higher education reforms are high on Government's agenda", 31 May.
17. Tiwari, Rajesh; Anjum, Bimal and Khurana, Ashok (2013), "Role of private sector in Indian higher education", *GALAXY International Interdisciplinary Research Journal*, Vol. 1, Issue 2, December.
18. UGC (2011), "Annual report 2010-11", University Grants Commission.