



Performance Report for the Year 2019

Department of Public Finance

General Treasury

Ministry of Finance, Economy and Policy Development

Annual Performance Report for the year 2019

Department of Public Finance

Expenditure Head No 245

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Chapter 01 - Institutional Profile/Executive Summary

1.1. Introduction

Public Financial Management is the government's approach of managing both the revenue and the expenditure of the government making immediate impact of such resources on the economy. As societal needs will inevitably be greater than the resources available to the government, all public resources shall be used as efficiently and effectively as possible with a minimum of economic loss and wastage. Efficient Public Financial Management is at a center for the economic development as it creates a relationship of mutual trust and shared consensus between government and citizens in the development process. Reforms in Public Financial Management systems, processes and institutions are required to secure long-term economic success, to maximize the efficient use of limited public resources, with a greater level of transparency and accountability in government finances and, most importantly, to generate more and better services for the citizens of the country.

1.2. Vision, Mission, Objectives of the Institution

Vision

“Create a sound public finance regulatory framework to improve transparency, accountability and service delivery in the public sector”

Mission

“Formulate, develop, review, update and follow up the systems and procedures in the Public Financial Management in order to strengthen broader governance environment within which public sector operates supporting institutions for public accountability”

Objectives

- (i) Formulate, develop, review, update and follow up the policies, systems and procedures in Public Financial Management (i.e.- Financial Regulations, Government Procurement Procedures and Practices) to give maximum accountability and transparency.
- (ii) Promote public sector governance and assist the parliamentary Committee on Public Accounts (COPA) to ensure effective and efficient utilization of Public Funds.
- (iii) Review and monitor existing departmental fees and charges and explore the possibility of generating non-tax revenue in effective manner.
- (iv) Regularize review and monitor the funds set up under Ministries and Departments for different purposes to ensure effective and efficient utilization of public funds.

1.3. Key Functions

With effect from 1st July 2018, the duty arrangement has been revised to expedite the service delivery by the Department of Public Finance. As such, the Ministries are clustered as follows and the all the officers in the Department are assigned with the functions related to the Ministries in broader sectors in economy.

- a) Regional Development
- b) Governance
- c) Environment
- d) Defence
- e) Infrastructure
- f) Foreign Employment
- g) Religious and Cultural Affairs
- h) Primary Industry
- i) Social Welfare
- j) Health
- k) Industry
- l) Land
- m) Education
- n) Youth Affairs
- o) Special Spending Units

Following sectoral and non-sectoral assignments are performed by the officers in the Department

Regulatory Section

- Reviewing requests and providing interpretations on Financial Regulations
- Work related to new Public Financial Management (PFM) Bill and Regulations.
- Recommending requests on exemptions from Finance Regulations and Public Finance Circulars
- Assist the Committee on Public Accounts in the examination of Govt. Institutions (Ministries, Departments, Dist. Secretaries, Local Authorities)
- Examine Auditor General's reports and take follow up actions.
- Take follow up actions regarding the implementation of the recommendations of the Committee on Public Accounts
- Issuing Treasury Minutes based on the COPA Reports of Parliamentary sessions.
- Review the requests on compassionate payments under F.R.202 and notify the relevant personals.
- Review the issues in managing government expenditure.

- Collect, collate, disseminate and review data and information on existing fees and charges in Ministries and Departments
- Recommend requests for revision of fees and charges of Government Ministries and Departments
- Study and recommend requests for Write-offs of losses and waivers of Government dues under Financial Regulations

General Administration and Funds Section

- Monitoring the operational activities related to statutory, trust and Department funds.
- Action to implement the recommendations of Fund Review Committee
- Examine annual accounts and Auditor General's report and make recommendations on funds
- Progress review of the funds activities
- Regularizing non-statutory funds

Procurement Section

- Study procurement related matters and make recommendations
- Prepare and issue clarification on procurement related issues with a view to expedite the procurement actions of Government Agencies
- Facilitate procuring entities in appointing Procurement Committees (PC), Technical Evaluation Committee (TEC) and Project Committee (PC) for Cabinet Level Procurement to expedite the procurement decision making process
- Upload Procurement Notices, Advance Procurement Notice, Procurement Plans and contract awards
- Implementation of Electronic Government Procurement (e-GP) system.
- Assisting the National Procurement Commission (NPC) in the formulation of the policies related to procurement matters.

Drafting observations on Cabinet Memoranda on behalf of the Hon. Minister of Finance on Procurement related matters, Financial Regulations, Project implementation, Public Private Partnership (PPP) and others.

1.5. Main Divisions of the Department

Regulatory Section
Procurement Section
General Administration and Funds Section

1.6. Institutions/Funds coming under the Ministry/Department/Provincial Council

N/A

1.7. Details of the Foreign Funded Projects (if any)

- a) Name of the Project
- b) Donor Agency
- c) Estimated Cost of the Project – Rs. Mn
- d) Project Duration

Chapter 02 – Progress and the Future Outlook

The Department of Public Finance plays a central role in relation to financial control of the public sector and, it has made a positive contribution during the year 2019 for the continuation of a sound public financial regulatory framework that improves the legal status, transparency, stability, accountability and service delivery in the public sector.

02. With the guidance of the Committee on Public Accounts (COPA), the general accounting standards, financial control and performance of government institutions are annually evaluated under a web-based computer system and, the Department of Public Finance was able to win the award which was rewarded for the intuitions that had achieved high performance in the year 2017 and 2018.

03. The officials of the Department of Public Finance rendered their assistance with the participation in the meetings of COPA which has been established in terms of the Article 74 of the Constitution and the Parliamentary Standing Order No 119. Based upon the recommendations in the COPA report which is submitted to the Parliament, the Department of Public Finance has issued Treasury Minutes in 2019, as per F.R. 153 with the intention of maintaining a sound financial management in public institutions. Further, follow-up actions has been taken by the Department by delivering instructions to the Chief Accounting Officers and Accounting Officers of relevant Ministries, Departments and Institutions with regard to taking corrective measures over the shortcomings in public financial management of each relevant institution after having considered the respective audit queries and audit reports issued by the Auditor General.

04. In terms of the Article 52(1) of the Constitution and F.R. 124(2), Secretaries to the Ministries are required to function as Chief Accounting Officers of the respective Ministries. Accordingly, the Department has taken actions to issue letters under the hand of the Secretary to the Ministry of Finance, appointing 30 Secretaries of the Line Ministries as the Chief Accounting Officers during the year 2019.

05. According to the Budget Proposals in 2018 and 2019, instructions were given to revise the fees and charges in every three years and, the Ministries, Departments and other Public Institutions were informed to comply with said instructions and accordingly treasury approval has been granted to revise 20 types of fees submitted by such government institutions.

06. In 2019, Treasury approval has been granted to the requests made by 10 Ministries to write off under F.R. 108(3) subsequent to waiving-off as per Losses and Waive-Offs as specified in the Section 3, Chapter II or to grant waivers under F.R. 113 of Financial Regulations (1992), as requested by Ministries, Departments and other Public Institutions.

07. In terms of the Foreign Missions Circular No.2/92 of the Ministry of Foreign Affairs, the Department of Public Finance is responsible for the recovery of due taxes to the government on disposal of vehicles used by diplomatic missions and accordingly, an income Rs. 45,603,991.00 has been credited to the government revenue through the disposal of 34 vehicles of diplomatic missions in the year 2019.

08. The Ministry of Finance is engaged in issuing observations of the Hon. Minister of Finance, with regard to the Cabinet Memoranda submitted to the Cabinet of Ministers under multiple subjects by relevant Ministers. Accordingly, the Department of Public Finance issues observations and recommendations regarding the Cabinet Memoranda on the subjects of procurement, Government Funds, Financial Regulations or Public Finance Management and in the year 2019, observations have been issued for 948 Cabinet Memoranda and recommendations were given for 173 Cabinet Memoranda.

09. With the objective of accelerating the public procurement procedure, the Department of Public Finance, in 2019, has appointed a total number 337 committees i.e. 17 Standing Cabinet Appointed Procurement Committees (SCAPC), 56 Cabinet Appointed Procurement Committees (CAPC), 32 Cabinet Appointed Negotiation Committees (CANC), 02 Standing Cabinet Appointed Negotiation Committees, 20 Cabinet Appointed Consultants Procurement Committees (CACPC), 20 Project Committees (PC), 158 Technical Evaluation Committees (TEC) and 03 Special Committees.

10. In the year 2019, 12 Circulars have been issued regarding Financial Regulations, Fund Management and Procurement. Also during the year 2019, Cost Estimation Review Committee was established, Electronic Government Procurement (e-GP) web portal was launched and the Draft Bill of the new Public Finance Management Act, which was underway since the year 2016, was referred to the Attorney General.

11. In the coming years too, the Department of Public Finance will be committed to further regularize the functions related to financial management with the utilization of new technology and timely updating of the provisions on Public Finance Management in line with making arrangements to regularize day-to-day functions using electronic methods to the highest possible level.

Sgd.: J.C. Weligamage

Director General Public Finance

Chapter 03 - Overall Financial Performance for the Year ended 31st December 2020

3.1 Statement of Financial Performance




		ACA - F	
Statement of Financial Performance for the period ended 31 st December 2019			
		Rs.	
Budget 2019	Note	Actual	
		2019	2018
-	Revenue Receipts	-	-
-	Income Tax	-	-
-	Taxes on Domestic Goods & Services	-	-
-	Taxes on International Trade	-	-
-	Non Tax Revenue & Others	-	-
-	Total Revenue Receipts (A)	-	-
-	Non Revenue Receipts	-	-
	Treasury Imprests	81,602,000	89,858,091
	Deposits	20,604	41,557
	Advance Accounts	5,773,924	5,564,448
	Other Receipts	2,807,561	2,743,204
	Total Non Revenue Receipts (B)	90,204,089	98,207,299
	Total Revenue Receipts & Non Revenue Receipts C = (A)+(B)	90,204,089	98,207,299
	Less: Expenditure		
	Recurrent Expenditure	-	0
53,550,000	Wages, Salaries & Other Employment Benefits	51,271,094	47,812,458
20,540,200	Other Goods & Services	18,748,908	18,027,741
1,200,000	Subsidies, Grants and Transfers	892,175	868,878
0	Interest Payments	0	0
0	Other Recurrent Expenditure	-	15,922,800
75,290,200	Total Recurrent Expenditure (D)	70,912,177	82,631,877
	Capital Expenditure		
4,214,000	Rehabilitation & Improvement of Capital Assets	3,213,876	3,593,272
6,822,800	Acquisition of Capital Assets	1,860,309	10,100,214
0	Capital Transfers	0	0
0	Acquisition of Financial Assets	0	0
4,000,000	Capacity Building	1,188,267	92,950,675
25,500,000	Other Capital Expenditure	5,790,491	757,674
40,536,800	Total Capital Expenditure (E)	12,052,943	107,401,835
	Main Ledger Expenditure (F)	5,966,712	7,318,524
	Deposit Payments	20,604	41,557
	Advance Payments	5,946,108	7,276,966
	Total Expenditure G = (D+E+F)	88,931,832	197,352,237
115,827,000	Imprest Balance as at 31st December 31.12.2019 H = (C-G)	1,272,257	(9,914,4937)



3.3 Statement of Financial Position


		Actual	
	Note	2019 Rs	2018 Rs
Non Financial Assets			
Property, Plant & Equipment	ACA-6	35,058,542	35,052,636
Financial Assets			
Advance Accounts	ACA-5/5(a)	12,584,017	12,411,833
Cash & Cash Equivalents	ACA-3	0	0
Total Assets		47,642,559	47,464,470
Net Assets / Equity			
Net Worth to Treasury Property, Plant & Equipment Reserve			
Rent and Work Advance Reserve	ACA-5/5(b)	12,584,017	12,411,833
		35,058,542	35,052,636
Current Liabilities			
Deposits Accounts	ACA-4		
Imprest Balance	ACA-3	0	0
Total Liabilities		47,642,559	47,464,470

Detail Accounting Statements in ACA format Nos. 1 to 6 presented in pages from 05 to 40 and Notes to accounts presented in pages from 41 to 49 form and integral parts of these Financial Statements. The Financial Statements have been prepared in complying with the Generally Accepted Accounting Principles whereas most appropriate Accounting Policies are used as disclosed in the Notes to the Financial Statements and hereby certify that figures in these Financial Statements, Notes to accounts and other relevant accounts were reconciled with the Treasury Books of Accounts and found to in agreement.

 Chief Accounting Officer Name : S.R. Attygalle Designation : Secretary Date : 27.02.2020	 Accounting Officer Name : J.C. Weligamage Designation : Director General Date : 18.02.2020	 Chief Financial Officer/ Chief Accountant/ Director (Finance)/ Commissioner (Finance) Name : D.N.S. Welikala Date : 17.02.2020
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<p>S. R. Attygalle Secretary to the Treasury and Secretary to the Ministry of Finance, Economy and Policy Development The Secretariat Colombo 01</p>	<p>J.C. Weligamage Director General Public Finance Department of Public Finance General Treasury Colombo 01.</p>	<p>D. N. Subhashini Welikala Director Department of Public Finance General Treasury Colombo 01.</p>
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3.4 Statement of Cash Flows

Statement of Cash Flows for the Period ended 31 st December 2019		ACA-C
	2019 Rs.	Actual 2018 Rs.
Cash Flows from Operating Activities		
Total Tax Receipts	-	-
Fees, Fines, Penalties and Licenses	-	-
Profit	-	-
Non Revenue Receipts	2,807,561	-
Revenue Collected for the Other Heads	-	-
Imprest Received	81,602,000	88,819,143
Total Cash generated from Operations (a)	84,409,561	88,819,143
Less - Cash disbursed for:		
Personal Emoluments & Operating Payments	69,719,612	64,718,471
Subsidies & Transfer Payments	892,175	868,878
Expenditure on Other Heads	300,000	-
Imprest Settlement to Treasury	1,045,734	436,066
Total Cash disbursed for Operations (b)	71,957,521	66,023,416
NET CASH FLOW FROM OPERATING ACTIVITIES(C)=(a)-(b)	12,452,039	22,795,727
Cash Flows from Investing Activities		
Interest	-	-
Dividends	-	-
Divestiture Proceeds & Sale of Physical Assets	-	-
Recoveries from On Lending	-	-
Recoveries from Advance	3,380,940	-
Total Cash generated from Investing Activities (d)	3,380,940	-
Less - Cash disbursed for:		
Purchase or Construction of Physical Assets & Acquisition of Other Investment	12,052,943	22,795,727
Advance Payments	3,780,037	-
Total Cash disbursed for Investing Activities (e)	15,832,980	22,795,727
NET CASH FLOW FROM INVESTING ACTIVITIES(F)=(d)-(e)	(12,452,039)	(22,795,727)
NET CASH FLOWS FROM OPERATING & INVESTMENT ACTIVITIES (g)=(c) + (f)	0.00	0.00
Cash Flows from Financing Activities		
Local Borrowings	-	-
Foreign Borrowings	-	-
Grants Received	-	-
Deposit Received	-	-
Total Cash generated from Financing Activities (h)	-	-
Less - Cash disbursed for:		
Repayment of Local Borrowings	-	-
Repayment of Foreign Borrowings	-	-
Deposit Payments	-	-
Total Cash disbursed for Financing Activities (i)	-	-
NET CASH FLOW FROM FINANCING ACTIVITIES (J)=(h)-(i)	-	-
Net Movement in Cash (k) = (g) -(i)	-	-
Opening Cash Balance as at 01st January	-	-
Closing Cash Balance as at 31st December	0.00	0.00



3.5 Notes to the Financial Statements

Basis of Reporting

1) Reporting Period

The reporting period for these Financial Statements is from 01st January to 31st December 2019.

2) Basis of Measurement

The Financial Statements have been prepared on historical cost modified by the revaluation of certain assets and accounted on a modified cash basis, unless otherwise specified.

The figures of the Financial Statements are presented in Sri Lankan rupees rounded to the nearest rupee.

3) Recognition of Revenue

Exchange and non exchange revenues are recognised on the cash receipts during the accounting period irrespective of relevant revenue period.

4) Recognition and Measurement of Property, Plant and Equipment (PP&E)

An item of Property, Plant and Equipment is recognized when it is probable that future economic benefit associated with the assets will flow to the entity and the cost of the assets can be reliably measured.

PP&E are measured at a cost and revaluation model is applied when cost model is not applicable.

5) Property, Plant and Equipment Reserve

This revaluation reserve account is the corresponding account of PP&E.

6) Cash and Cash Equivalents

Cash & cash equivalents include local currency notes and coins on hand as at 31st December 2019.

3.6 Performance of the Revenue Collection

Rs. ,000

Revenue Code	Description of the Revenue Code	Revenue Estimate		Collected Revenue	
		Original	Final	Amount (Rs.)	as a % of Final Revenue Estimate
	N/A				

3.7 Performance of the Utilization of Allocation

Rs. ,000

Type of Allocation	Allocation		Actual Expenditure	Allocation Utilization as a % of Final Allocation
	Original	Final		
Recurrent	72,660,000	75,290,200	70,912,177	94.2%
Capital	13,400,000	40,536,800	12,052,943	29.7%

3.8 Performance of the Reporting of Non-Financial Assets

Rs. ,000

Assets Code	Code Description	Balance as per Board of Survey Report as at 31.12.2019	Balance as per financial Position Report as at 31.12.2019	Yet to be Accounted	Reporting Progress as a %
9151	Building and Structures				
9152	Machinery and Equipment	35,058,542	35,058,542	-	100%
9153	Land				
9154	Intangible Assets				
9155	Biological Assets				
9160	Work in Progress				
9180	Lease Assets				

3.9 Auditor General's Report



ජාතික විගණන කාර්යාලය

தேசிய கணக்காய்வு அலுவலகம்

NATIONAL AUDIT OFFICE



මගේ අංකය
எனது இல.
My No.

විආර්ථ/සී/විපීඑස්/2019/එස්එ/03

මගේ අංකය
உமது இல.
Your No.

දිනය
திகதி
Date

2020 මැයි/3/ දින

ගණන්දීමේ නිලධාරී
රාජ්‍ය මුදල් දෙපාර්තමේන්තුව

රාජ්‍ය මුදල් දෙපාර්තමේන්තුවේ 2019 දෙසැම්බර් 31 දිනෙන් අවසන් වර්ෂය සඳහා වූ මූල්‍ය ප්‍රකාශන පිළිබඳව 2018 අංක 19 දරන ජාතික විගණන පනතේ 11(1) වගන්තිය ප්‍රකාරව විගණකාධිපති සම්පිණ්ඩන වාර්තාව.

1. මූල්‍ය ප්‍රකාශන

1.1 තත්ත්වගණනය කළ මතය

රාජ්‍ය මුදල් දෙපාර්තමේන්තුවේ 2019 දෙසැම්බර් 31 දිනට මූල්‍ය තත්ත්වය ප්‍රකාශය, එදිනෙන් අවසන් වර්ෂය සඳහා වූ මූල්‍ය කාර්යසාධන ප්‍රකාශනය හා මුදල් ප්‍රවාහ ප්‍රකාශවලින් සමන්විත 2019 දෙසැම්බර් 31 දිනෙන් අවසන් වර්ෂය සඳහා වූ මූල්‍ය ප්‍රකාශය 2018 අංක 19 දරන ජාතික විගණන පනතේ විධිවිධාන සමඟ සංයෝජිතව කියවිය යුතු ශ්‍රී ලංකා ප්‍රජාතාන්ත්‍රික සමාජවාදී ජනරජයේ ආණ්ඩුක්‍රම ව්‍යවස්ථාවේ 154(1) ව්‍යවස්ථාවේ ඇතුළත් විධිවිධාන ප්‍රකාර මාගේ විධානය යටතේ විගණනය කරන ලදී. 2018 අංක 19 දරන ජාතික විගණන පනතේ 11(1) වගන්තිය ප්‍රකාරව දෙපාර්තමේන්තුව වෙත ඉදිරිපත් කරනු ලබන මෙම මූල්‍ය ප්‍රකාශන පිළිබඳව මාගේ අදහස් දැක්වීම් හා නිරීක්ෂණයන් මෙම වාර්තාවේ සඳහන් වේ. 2018 අංක 19 දරන ජාතික විගණන පනතේ 11(2) වගන්තිය ප්‍රකාරව ගණන්දීමේ නිලධාරී වෙත වාර්ෂික විස්තරාත්මක කළමනාකරණ විගණන වාර්තාව යථා කාලයේදී නිකුත් කරනු ලැබේ. ශ්‍රී ලංකා ප්‍රජාතාන්ත්‍රික සමාජවාදී ජනරජයේ ආණ්ඩුක්‍රම ව්‍යවස්ථාවේ 154(6) ව්‍යවස්ථාව සමඟ සංයෝජිතව කියවිය යුතු 2018 අංක 19 දරන ජාතික විගණන පනතේ 10 වගන්තිය ප්‍රකාරව ඉදිරිපත් කළ යුතු විගණකාධිපති වාර්තාව යථා කාලයේදී පාර්ලිමේන්තුව වෙත ඉදිරිපත් කරනු ලැබේ.





මෙම වාර්තාවේ 1.6 ඡේදයේ දක්වා ඇති කරුණුවලින් වන බලපෑම හැර, මූල්‍ය ප්‍රකාශනවලින් 2019 දෙසැම්බර් 31 දිනට රාජ්‍ය මුදල් දෙපාර්තමේන්තුවේ මූල්‍ය තත්ත්වය සහ එදිනෙන් අවසන් වර්ෂය සඳහා එහි මූල්‍ය කාර්යසාධනය හා මුදල් ප්‍රවාහය පොදුවේ පිළිගත් ගිණුම්කරණ මූලධර්මවලට අනුකූලව සත්‍ය හා සාධාරණ තත්ත්වයක් පිළිබිඹු කරන බව මා දරන්නා වූ මතය වේ.

1.2 තත්ත්වගණනය කළ මතය සඳහා පදනම

ශ්‍රී ලංකා විගණන ප්‍රමිතීන්ට (ශ්‍රී.ලං.වි.ප්‍ර) අනුකූලව මා විගණනය සිදු කරන ලදී. මූල්‍ය ප්‍රකාශන සම්බන්ධයෙන් මාගේ වගකීම, විගණකගේ වගකීම යන වගන්තියේ තවදුරටත් විස්තර කර ඇත. මාගේ මතය සඳහා පදනමක් සැපයීම උදෙසා මා විසින් ලබා ගෙන ඇති විගණන සාක්ෂි ප්‍රමාණවත් සහ උචිත බව මාගේ විශ්වාසයයි.

1.3 මූල්‍ය ප්‍රකාශය සම්බන්ධයෙන් ප්‍රධාන ගණන්දීමේ නිලධාරීගේ හා ගණන්දීමේ නිලධාරීගේ වගකීම

පොදුවේ පිළිගත් ගිණුම්කරණ මූලධර්මවලට අනුකූලව හා 2018 අංක 19 දරන ජාතික විගණන පනතේ 38 වගන්තියේ සඳහන් විධිවිධානවලට අනුකූලව සත්‍ය හා සාධාරණ තත්ත්වයක් පිළිබිඹු කෙරෙන පරිදි මූල්‍ය ප්‍රකාශන පිළියෙල කිරීම හා වංචා සහ වැරදි හේතුවෙන් ඇති විය හැකි ප්‍රමාණාත්මක සාවද්‍ය ප්‍රකාශනයන්ගෙන් තොරව මූල්‍ය ප්‍රකාශන පිළියෙල කිරීමට හැකි වනු පිණිස අවශ්‍යවන අභ්‍යන්තර පාලනය තීරණය කිරීම ගණන්දීමේ නිලධාරීගේ වගකීම වේ.

2018 අංක 19 දරන ජාතික විගණන පනතේ 16(1) වගන්තිය ප්‍රකාරව දෙපාර්තමේන්තුව විසින් වාර්ෂික හා කාලීන මූල්‍ය ප්‍රකාශන පිළියෙල කිරීමට හැකිවන පරිදි ස්වකීය ආදායම්, වියදම්, වත්කම් හා බැරකම් පිළිබඳ නිසි පරිදි පොත්පත් හා වාර්තා පවත්වා ගෙන යා යුතුය.

ජාතික විගණන පනතේ 38(1)(ඇ) උප වගන්තිය ප්‍රකාරව දෙපාර්තමේන්තුවේ මූල්‍ය පාලනය සඳහා සඵලදායී අභ්‍යන්තර පාලන පද්ධතියක් සකස් කර පවත්වා ගෙන යනු ලබන බවට ගණන්දීමේ නිලධාරී සහතික විය යුතු අතර එම පද්ධතියේ සඵලදායීත්වය පිළිබඳව කලින් කල සමාලෝචනයක් සිදු කර ඒ අනුව පද්ධතිය ඵලදායී ලෙස කරගෙන යාමට අවශ්‍ය වෙනස්කම් සිදු කරනු ලැබිය යුතුය.

1.5 වෙනත් නෛතික අවශ්‍යතා පිළිබඳ වාර්තාව

2018 අංක 19 දරන ජාතික විගණන පනතේ 6(ඇ) වගන්තිය ප්‍රකාරව පහත සඳහන් කරුණු මා ප්‍රකාශ කරමි.

- (අ) මූල්‍ය ප්‍රකාශන ඉකුත් වර්ෂය සමඟ අනුරූප වන බවට ,
- (ආ) ඉකුත් වර්ෂයට අදාළ මූල්‍ය ප්‍රකාශන පිළිබඳව මා විසින් කර තිබුණු නිර්දේශ ක්‍රියාත්මක කර තිබුණි.

1.6 මූල්‍ය ප්‍රකාශන පිළිබඳ අදහස් දැක්වීම

1.6.1 මූල්‍ය කාර්යසාධන ප්‍රකාශය

1.6.1.1 අක් මුදල් ගැලපුම් ගිණුම

විගණනයට ඉදිරිපත් කර තිබුණු අක් මුදල් ගැලපුම් ගිණුමේ බැර පැත්තේ එකතුව ලෙස රු 2,466,461.ක් දක්වා තිබූ එහි එකතුව රු 2,692,984.ක් විය යුතුව තිබුණි.

1.6.2 මූල්‍ය තත්ත්වය පිළිබඳ ප්‍රකාශය

1.6.2.1 මූල්‍ය වත්කම

2019 දෙසැම්බර් 31 දිනට දෙපාර්තමේන්තුවේ බැංකු ගිණුමට අදාළ ශේෂය රු.1,045,734 ක් වී තිබුණි. එම ශේෂය මූල්‍ය තත්ත්වය පිළිබඳ ප්‍රකාශයේ ජංගම වත්කම් යටතේ දක්වා නොතිබුණි.

1.6.3 මුදල් ප්‍රවාහ ප්‍රකාශය

1.6.3.1 මූල්‍ය ක්‍රියාකාරකම්වලින් ජනිත වූ මුදල් ප්‍රවාහය

සමාලෝචිත වර්ෂයේදී තැන්පතු ලැබීම් රු.20,604 ක් හා තැන්පතු ගෙවීම් රු.20,604 ක් සිදු කර තිබුණත්, එම ලැබීම් හා ගෙවීම් මූල්‍ය ක්‍රියාකාරකම් යටතේ දක්වා නොතිබුණි.

2. මූල්‍ය සමාලෝචනය

2.1 වියදම් කළමනාකරණය

2.1.1 නිෂ්ඵල වූ ප්‍රතිපාදන

සමාලෝචිත වර්ෂයේදී වැය විෂයයන් 2 ක් සඳහා සලසා තිබුණු එකතුව රු.400,000 ක ප්‍රතිපාදනවලින් කිසිදු උපයෝජනයක් නොකර එම ප්‍රතිපාදන මුළුමනින්ම ඉතිරි කර තිබුණි.

2.1.2 අධි ප්‍රතිපාදන සලසා ගැනීම

සමාලෝචිත වර්ෂයේදී වැය විෂයයන් 04 ක් සඳහා රු.මිලියන 35.39 ක අධි ප්‍රතිපාදන සලසා තිබීම නිසා එම ප්‍රතිපාදන උපයෝජනය කළ පසු රු.මිලියන 27.43 ක ප්‍රතිපාදන ඉතිරි වී තිබුණි. එම ඉතිරිය සලසා තිබුණු ශුද්ධ ප්‍රතිපාදනයෙන් සියයට 25.65 ක සිට සියයට 98.23 ක පරාසයක ප්‍රමාණයක් වී තිබුණි.



2.2 බැරකම්වලට එළඹීම

සමාලෝචිත වර්ෂය අවසාන වන විට වැය විෂයයන් 06 ක් යටතේ එකතුව රු.322,461.39 ක බැරකම්වලට එළඹ තිබුණි. 2017 අප්‍රේල් 27 දිනැති අංක 155/2017 දරන රාජ්‍ය ගිණුම් වනු ලේබයේ 02(ඇ) ඡේදය ප්‍රකාරව යම් මුදල් වර්ෂයකට අදාළ සියළුම බැරකම් එම වර්ෂ තුළදී නිදහස් කළ යුතු අතර කිසිදු බැරකමක් ඊළඟ වර්ෂය තුළ නිරවුල් කිරීමේ අපේක්ෂාව ඇතිව ඉදිරියට ගෙන නොයා යුතුය. එම උපදෙස්වලට පටහැනිව දෙපාර්තමේන්තුව විසින් බැරකම්වලට එළඹ තිබුණි.

3. මෙහෙයුම් සමාලෝචනය හා කාර්යසාධනය

ඉදිරිපත් කරනු ලබන මූල්‍ය ප්‍රකාශනවල සඳහන් ආදායම්, වියදම්, වත්කම් හා වගකීම් සම්බන්ධයෙන් මෙහෙයුම් සමාලෝචනය, තිරසාර සංවර්ධනය, යහපාලනය හා මානව සම්පත් කළමනාකරණයට අදාළ විගණන නිරීක්ෂණ ඉහත 1.1 ඡේදයේ දක්වා ඇති 2018 අංක 19 දරන ජාතික විගණන පනතේ 10 වගන්තිය ප්‍රකාරව ඉදිරිපත් කරනු ලබන වාර්තාවට ඇතුළත් කරනු ලැබේ.

එස්.එම්.ඩී.එස්. සුදිස් රෝහිත
 නියෝජ්‍ය විගණකාධිපති
 විගණකාධිපති වෙනුවට

Chapter 04 – Performance indicators

4.1 Performance indicators of the Institute (Based on the Action Plan)

Specific Indicators	Actual output as a percentage (%) of the expected output		
	100%- 90%	75%-89%	50%- 74%
New Public Financial Management Bill			√
Issue circulars to give instructions	√		
No. of clarifications on requests received from Gov. agencies	√		
No. of COPA meetings attended	√		
Take follow up action on the COPA directives	√		
Issue Treasury Minutes	√		
Take follow up action on observations on Auditor General's report	√		
Number of revisions made on fees and charges in departments	√		
No. of recommendations made on requests on write-off/wavers	√		
No of letters on requests of vehicle transfers issued	√		
No. of observations drafted for Cabinet Memoranda	√		
No. of procurement Committees, Technical Evaluation Committees & Project Committees	√		

Setting up e-GP Secretariat		√	
Implementation of the recommendations of the funds reviewing committee	√		
Completion of financial recording and preparation of next year plan within the given time frame	√		

Chapter 05- Performance of the achieving Sustainable Development Goals (SDG)

5.1 Indicate the Identified respective Sustainable Developments Goals

Goal / Objective	Targets	Indicators of the achievement	Progress of the Achievement to date		
			0%-49%	50%-74%	75%- 100%
8.Promote sustained, inclusive and sustainable economic growth, full and productive employment and decent work for all	Achieve higher levels of economic productivity through diversification, technological upgrading, and innovation, including through a focus on high-value added and labour -intensive sectors	Established e-GP Secretariat		√	
-,,-	Promote development-oriented policies that support productive activities	Issued circulars and instructions regarding the public procurement and Public Finance Management			√

5.2 Briefly explain the achievements and challenges of the Sustainable Development Goals

The Department of Public Finance plays a central role in the financial control of the public sector and, it is responsible for the execution of a sound public finance regulatory framework which improves the transparency, accountability and service delivery of the public sector. Giving special focus to the transparency and accountability, the Department functions in collaboration with other government institutions, with the intention of improving public asset management for eradication of poverty.

Further, the Department is engaged in strengthening the broader governance environment within which the public sector operates, while promoting the actions of legal control and supporting public institutions such as Parliament over the matters on public accountability

and ensuring the legality and reliability of public institutions to the fulfillment of Sustainable Development Goals. For the fulfillment of these duties, the Department provides regulatory and public finance advisory services to the public sector institutions.

Chapter 06 - Human Resource Profile

06.1 Cadre Management

	Approved Cadre	Existing Cadre	Vacancies / (Excess)**
Senior	28	19	09
Tertiary	02	02	-
Secondary	30	29	01
Primary	15	15	-

06.2 Briefly state how the shortage or excess in human resources has been affected to the performance of the institute

Achieving objectives and goals would not be difficult if the human resource of a certain institution is controlled under a proper management. In fact, the inadequacy of senior-level staff in the Department of Public Finance, is undeniably a challenge to a department of its caliber which performs on policy level. The scarcity of senior-level officers, is adversely affecting the performance of the Department in the formulation and implementation of policy matters. However, the Department has taken best efforts possible to realize the goals and objectives of the Department with the utilization of existing human resource.

06.3 Human Resource Development

Name of the Program	No. of staff trained	Duration of the program	Total Investment (Rs'000)		Nature of the Program (Abroad/ Local)	Output/ Knowledge Gained*
			L	F		
Sixth South Asia Region Public Procurement	03	03 Days		US\$ 1200	Abroad	
Commercial Law Development Program	01	03 Days		US\$ 160	Abroad	
Land Contracts	01	05 Days		US\$ 280	Abroad	
Unsolicited Proposal Policy	02	03 Days		US\$ 240	Abroad	

3 rd Senior Executive Training Program For China Exim banks Major Cooperative Partners	01	09 Days	Rs. 117,900	US\$ 440 Sterling £ 75	Abroad	
Cash Modernization Study Tour	01	05 Days		US\$ 200	Abroad	
Seminar On China's Development Experience And Its Reform And Opening Up Policies For Sri Lanka	02	30 Days		US\$ 2400 Sterling £ 75	Abroad	
5th Electronic Government Procurement Conference Of Asia Pacific Public Electronic Procurement Network	01	02 Days		US\$ 160	Abroad	
2019 International Public Procurement Work Shop	01	02 Days		US\$ 200	Abroad	
2 nd Country Visit The Partial Fulfillment Of Diploma In Public Procurement And Contract Administration	01	11 Days		US\$ 440 US\$ 931 Sterling £ 75	Abroad	
Sri Lanka Business Culture Exchange	01	15 Days		US\$ 600 Sterling £ 75	Abroad	
Global Procurement Summit	01	03 Days		US\$ 160 US\$ 200	Abroad	
Certificate in English for Employment	01	09 Months	-		Local	
Diploma in English for Junior Executives	01	01 Year	-		Local	
Advance Certificate in Public Procurement Management	01	03 Months	-		Local	
Master of Business(Finance)	01	02 Years	Rs.		Local	

			312,000			
Certificate in Public Procurement Management	01	05 Days	–		Local	
Board of survey-Losses and Write off	01	02 Days	–		Local	
Higher National Diploma in Public Procurement and Contract Administration	01	02 Years	Rs 120,000		Local	
Certificate in Office Management and Administration	01	05 Days	–		Local	

Local and foreign training opportunities are essential in knowledge and capacity building development and, employee motivation of the staff. A positive influence to the performance of the Department of Public Finance is wielded by the training programmes and experience undergone by the staff over the subject-related matters of the Department and also the general matters of the public service.

Chapter 07– Compliance Report

No.	Applicable Requirement	Compliance Status (Complied/Not Complied)	Brief explanation for Non Compliance	Corrective actions proposed to avoid non-compliance in future
1	The following Financial statements/accounts have been submitted on due date			
1.1	Annual financial statements	Complied		
1.2	Advance to public officers account	Complied		
1.3	Trading and Manufacturing Advance Accounts (Commercial Advance Accounts)	N/A		
1.4	Stores Advance Accounts	N/A		
1.5	Special Advance Accounts	N/A		
1.6	Others			
2	Maintenance of books and registers (FR445)/			
2.1	Fixed assets register has been maintained and update in terms of Public Administration Circular 267/2018	Complied		
2.2	Personal emoluments register/ Personal emoluments cards has been maintained and update	Complied		

2.3	Register of Audit queries has been maintained and update	Complied		
2.4	Register of Internal Audit reports has been maintained and update	Complied		
2.5	All the monthly account summaries (CIGAS) are prepared and submitted to the Treasury on due date	Complied		
2.6	Register for cheques and money orders has been maintained and update	Complied		
2.7	Inventory register has been maintained and update	Complied		
2.8	Stocks Register has been maintained and update	Complied		
2.9	Register of Losses has been maintained and update	Complied		
2.10	Commitment Register has been maintained and update	Complied		
2.11	Register of Counterfoil Books (GA – N20) has been maintained and update	Complied		
03	Delegation of functions for financial control (FR 135)			

3.1	The financial authority has been delegated within the institute	Complied		
3.2	The delegation of financial authority has been communicated within the institute	Complied		
3.3	The authority has been delegated in such manner so as to pass each transaction through two or more officers	Complied		
3.4	The controls has been adhered to by the Accountants in terms of State Account Circular 171/2004 dated 11.05.2014 in using the Government Payroll Software Package	Complied		
4	Preparation of Annual Plans			
4.1	The annual action plan has been prepared	Complied		
4.2	The annual procurement plan has been prepared	Complied		
4.3	The annual Internal Audit plan has been prepared	N/A		
4.4	The annual estimate has been prepared and submitted to the NBD on due date	Complied		
4.5	The annual cash flow has been submitted to the	Complied		

	Treasury Operations Department on time			
5	Audit queries			
5.1	All the audit queries has been replied within the specified time by the Auditor General	Complied		
6	Internal Audit			
6.1	The internal audit plan has been prepared at the beginning of the year after consulting the Auditor General in terms of Financial Regulation 134(2)) DMA/1-2019	Complied		
6.2	All the internal audit reports has been replied within one month	Complied		
6.3	Copies of all the internal audit reports has been submitted to the Management Audit Department in terms of Sub-section 40(4) of the National Audit Act No. 19 of 2018	Complied		
6.4	All the copies of internal audit reports has been submitted to the Auditor General in terms of Financial Regulation 134(3)	Complied		

7	Audit and Management Committee			
7.1	Minimum 04 meetings of the Audit and Management Committee has been held during the year as per the DMA Circular 1-2019	Complied		
8	Asset Management			
8.1	The information about purchases of assets and disposals was submitted to the Comptroller General's Office in terms of Paragraph 07 of the Asset Management Circular No. 01/2017	Complied		
8.2	A suitable liaison officer was appointed to coordinate the implementation of the provisions of the circular and the details of the nominated officer was sent to the Comptroller General's Office in terms of Paragraph 13 of the aforesaid circular	Complied		
8.3	The boards of survey was conducted and the relevant reports submitted to the	Complied		

	Auditor General on due date in terms of Public Finance Circular No. 05/2016			
8.4	The excesses and deficits that were disclosed through the board of survey and other relating recommendations, actions were carried out during the period specified in the circular	Complied		
8.5	The disposal of condemn articles had been carried out in terms of FR 772	Complied		
9	Vehicle Management			
9.1	The daily running charts and monthly summaries of the pool vehicles had been prepared and submitted to the Auditor General on due date	Complied		
9.2	The condemned vehicles had been disposed of within a period of less than 6 months after condemning	Complied		
9.3	The vehicle logbooks had been maintained and updated	Complied		
9.4	The action has been taken in terms of F.R. 103, 104, 109 and 110 with regard	Complied		

	to every vehicle accident			
9.5	The fuel consumption of vehicles has been re-tested in terms of the provisions of Paragraph 3.1 of the Public Administration Circular No. 30/2016 of 29.12.2016	Complied		
9.6	The absolute ownership of the leased vehicle log books has been transferred after the lease term	Complied		
10	Management of Bank Accounts			
10.1	The bank reconciliation statements had been prepared, got certified and made ready for audit by the due date	Complied		
10.2	The dormant accounts that had existed in the year under review or since previous years settled	N/A		
10.3	The action had been taken in terms of Financial Regulations regarding balances that had been disclosed through bank reconciliation	Complied		

	statements and for which adjustments had to be made, and had those balances been settled within one month			
11	Utilization of Provisions			
11.1	The provisions allocated had been spent without exceeding the limit	Complied		
11.2	The liabilities not exceeding the provisions that remained at the end of the year as per the FR 94(1)	Complied		
12	Advances to Public Officers Account			
12.1	The limits had been complied with	Complied		
12.2	A time analysis had been carried out on the loans in arrears	Complied		
12.3	The loan balances in arrears for over one year had been settled	N/A		
13	General Deposit Account			
13.1	The action had been taken as per F.R.571 in relation to disposal of lapsed deposits	Complied		
13.2	The control register for general deposits had been updated and maintained	Complied		
14	Imprest Account			

14.1	The balance in the cash book at the end of the year under review remitted to TOD	Complied		
14.2	The ad-hoc sub imprests issued as per F.R. 371 settled within one month from the completion of the task	Complied		
14.3	The ad-hoc sub imprests had been issued exceeding the limit approved as per F.R. 371	Complied		
14.4	The balance of the imprest account had been reconciled with the Treasury books monthly	Complied		
15	Revenue Account			
15.1	The refunds from the revenue had been made in terms of the regulations	Complied		
15.2	The revenue collection had been directly credited to the revenue account without credited to the deposit account	N/A		
15.3	Returns of arrears of revenue forward to the Auditor General in terms of FR 176	N/A		
16	Human Resource Management			
16.1	The staff had been paid within the approved cadre	Complied		

16.2	All members of the staff have been issued a duty list in writing	Complied		
16.3	All reports have been submitted to MSD in terms of their circular no.04/2017 dated 20.09.2017	Complied		
17	Provision of information to the public			
17.1	An information officer has been appointed and a proper register of information is maintained and updated in terms of Right To Information Act and Regulation	Complied		
17.2	Information about the institution to the public have been provided by Website or alternative measures and has it been facilitated to appreciate / allegation to public against the public authority by this website or alternative measures	Complied		
17.3	Bi- Annual and Annual reports have been submitted as per section 08 and 10 of the RTI Act	Complied		
18	Implementing citizens charter			

18.1	A citizens charter/ Citizens client's charter has been formulated and implemented by the Institution in terms of the circular number 05/2008 and 05/2018(1) of Ministry of Public Administration and Management	Not Complied	This department has no direct services to the general public	The Citizens client's charter will be prepared in future for the servicers that the department is providing to the government institutions
18.2	A methodology has been devised by the Institution in order to monitor and assess the formulation and the implementation of Citizens Charter / Citizens client's charter as per paragraph 2.3 of the circular	Not Complied	-	
19	Preparation of the Human Resource Plan			
19.1	A human resource plan has been prepared in terms of the format in Annexure 02 of Public Administration Circular No.02/2018 dated 24.01.2018.	Complied		
19.2	A minimum training opportunity of not less than 12 hours per year for each member of the staff has been ensured in	Complied		

	the aforesaid Human Resource Plan			
19.3	Annual performance agreements have been signed for the entire staff based on the format in Annexure 01 of the aforesaid Circular	Complied		
19.4	A senior officer was appointed and assigned the responsibility of preparing the human resource development plan, organizing capacity building programs and conducting skill development programs as per paragraph No.6.5 of the aforesaid Circular	Complied		
20	Responses Audit Paras			
20.1	The shortcomings pointed out in the audit paragraphs issued by the Auditor General for the previous years have been rectified	Complied		