ANNUAL REPORT
2020

Postgraduate Institute of Agriculture
University of Peradeniya

VISION

To be a globally competitive centre of excellence in postgraduate education and research in agriculture and related fields.

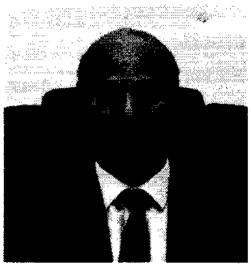
MISSION

To provide high quality postgraduate education and promote pioneering high impact and innovative research to produce competent professionals in agriculture and related fields.

GOALS

- Maintain quality and relevance of all postgraduate degrees
- Promote high quality research, innovation and capacity building leading to a vibrant research culture
- Ensure cadre of competent and committed academic, administration and support staff
- Instill high professional skills, ethical and moral values and leadership qualities among students and staff of the Institute
- Disseminate information/knowledge to all stakeholders
- Enhance good governance
- Maintain an efficient administration and sustainable financial management

DIRECTOR'S STATEMENT/REVIEW



The Postgraduate Institute of Agriculture (PGIA) was established in June 1975, in terms of the Ordinance No. 9 of 1979 as the pioneering institution of postgraduate education of its kind in the country and functions as an Institution within the University of Peradeniya, under the direction of its Board of Management. The main objective of creating the PGIA was to develop in-country capacity for postgraduate education and to provide appropriately trained scientific personnel to a rapidly expanding agricultural sector of the country. PGIA has served this national need for nearly four decades blossoming into a fully-fledged Higher educational Institution and a Centre of excellence for postgraduate education and research in the Country and the Region.

The Institute offers 30 M.Sc. degree programs (by Course Work as well as by Course Work & Research) and research degree (M.Phil., Ph.D) programmes under 11 Boards of Study. The PGIA is unique in its teaching as almost all courses and programs are conducted by visiting staff with wide teaching and research experience from Universities, government and non-government organizations, national and international institutes, private sector firms, etc. The practical knowledge and skills are imparted through well equipped laboratories mostly through the Faculty of Agriculture, providing the state-of-the-art technologies. Now the focus of the PGIA is to attract more research students without confining itself to imparting academic knowledge.

During the past four decades the Institute has made considerable progress in student enrolments for various graduate study programmes, from 19 students at the inception to over 500 annually now. So far over 5000 postgraduates have been produced by the Institute in the wide spectrum of areas in agriculture. The student population includes graduates from a wide range of disciplines. Foreign graduates from various countries have already completed their postgraduate degrees at the PGIA and currently students from Thailand, Maldives and Afghanistan are reading for their research degrees. Some PhD degrees are awarded jointly with Queensland University of Technology, Australia.

The PGIA has successfully continued its program offering in the capital city of Colombo, expanding its horizons to cater to a wider group of the society

The University education in Sri Lanka was greatly disrupted by the COVID 19 pandemic in the year 2020.Although the institute had little time to prepare for a remote teaching regime, the COVID 19 has been a blessing in disguise. Currently the PGIA offers all the programmes on-line which is a tremendous achievement and plans continue in the future while introducing latest techno based infrastructural development strategies.

Prof. C.M.B. Dematawewa
Director

CONTENTS

MEMBERS OF THE BOARD OF MANAGEMENT -2020

Ex-Officio Members

1. Prof. C.M.B. Dematawewa Director/PGIA
2. Mr. W.K.L.E. Walallawita, Chief Financial Officer representing Secretary, Ministry of Higher Education
3. Mr. M.J.M. Ifham, Deputy Director, D/National Budget M/ Finance, Econ & Policy Dev.
4. Dr.S.H.S.A de Silva, Addl. Secretary, M/ Mahaweli Agriculture, Irrigation & Rural Dev.
5. Secretary ,M/ Livestock Breeding
6. Mr. K.A.I.D. Silva, Director - Land Resources, M/ Mahaweli Dev. & Env.
7. Mr. W.A.C. Weragoda - Conservator General of Forests
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15. Dr. M.P.S. Magamage, Dean, Faculty of Agriculture, University of Sabaragamuwa
16. Prof. S.D. Wanniarachchi, Dean/Agriculture, University of Ruhuna
17. Dr. M. Pagthinathan, Dean/Agriculture, Eastern University
18. Dr. K. Sooriyakumar, Dean, Faculty of Agriculture, Jaffna University
19. Prof. J.C. Edirisinghe, Dean, Faculty of Agriculture, Wayamba University

Elected Members of the Faculty of Agriculture

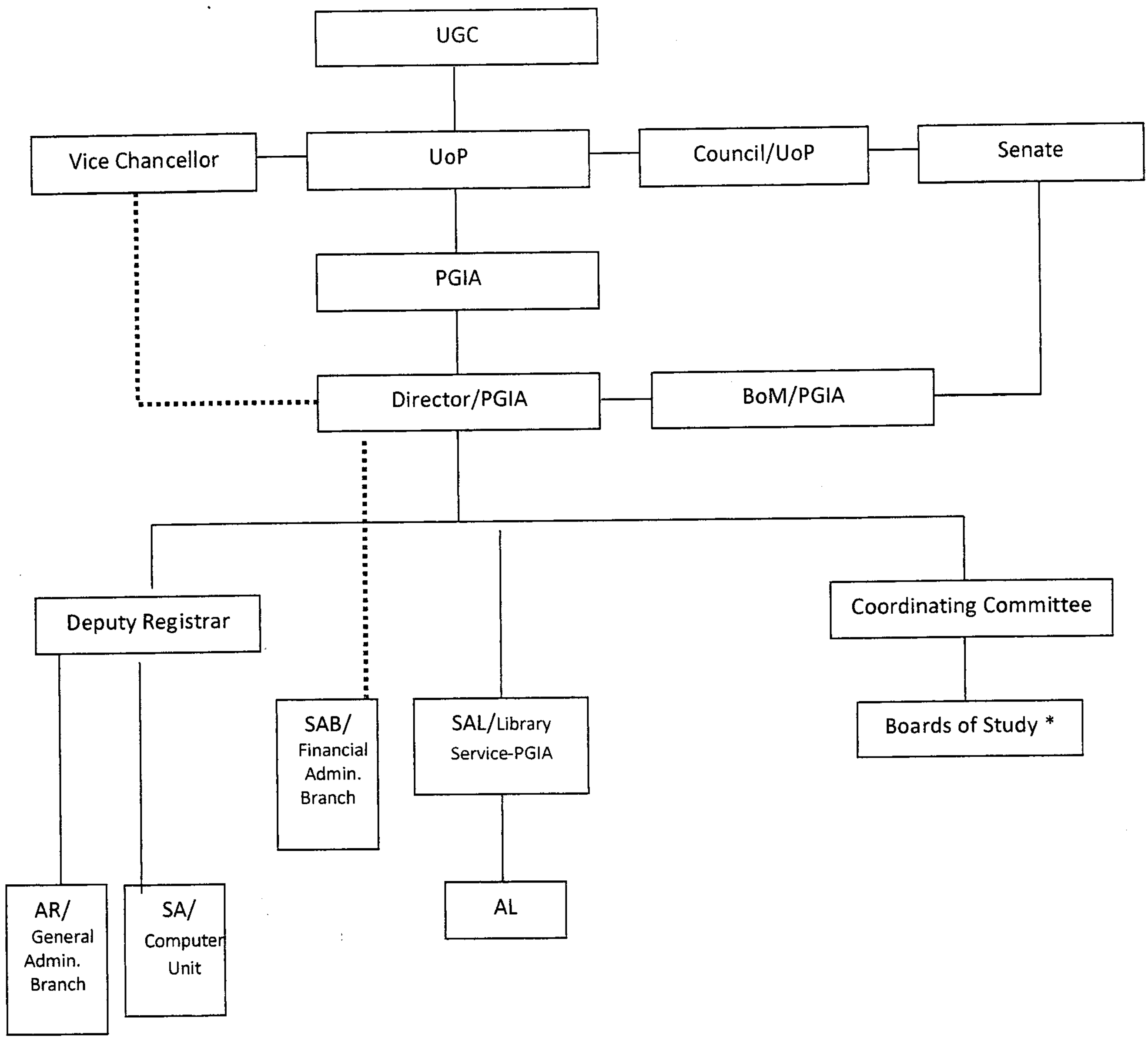
20. Prof. (Ms.) D. C. Bandara, Board of Study in Agricultural Biology
21. Dr. S.P. Weligamage, Board of Study in Agricultural Economics
22. Prof. K.S.P. Amarathunga, Board of Study in Agricultural Engineering
23. Dr. L.N.A.C. Jayawardena, Board of Study in Agricultural Extension
24. Prof.(Ms.) G.L.L.P. Silva, Board of Study in Animal Science
25. Prof. B.M.L.D.B. Suriyagoda, Board of Study in Bio-Statistics
26. Prof. S. Kodithuwakku, Board of Study in Business Administration
27. Dr. W.M.T.P. Ariyarathne, Board of Study in Crop Science
28. Prof. (Ms.) D.C.K. Illeperuma, Board of Study in Food Science & Technology
29. Prof. (Ms.) D.M. de Costa, Board of Study in Plant Protection
30. Dr. (Ms.) W.S. Dandeniya, Board of Study in Soil Science

Members Appointed by the University Grants Commission

31. *Vidya Nidhi* Prof. H.P.M. Gunasena, Emeritus Professor of Crop Science, University of Peradeniya.
32. Dr.N. Jayasuriya, Independent Consultant
33. Prof. S.K. Pinnawala, Dept. of Sociology, University of Peradeniya
34. Dr. L.S.K.Hettiarachchi, Director, Tea Research Institute
35. Prof. M.B. Ranathilake, Dept. of Economics and Statistics, University of Peradeniya

Tables

Organizational Structure



Abbreviations:
SAB – Senior Asst. Bursar
SAL-Senior Asst. Librarian
SA/P – Systems Analyst cum Programmer
AR – Asst. Registrar
AL-Asst. Librarian

***Boards of Study:**
Agricultural Biology
Agricultural Economics
Agricultural Engineering
Agricultural Extension
Animal Science
Business Administration
Bio-Statistics
Crop Science
Food Science & Technology
Plant Protection
Soil Science

ANNUAL REPORT - 2020

POSTGRADUATE INSTITUTE OF AGRICULTURE
UNIVERSITY OF PERADENIYA
(As at 31st of December 2020)

A. Introduction

The Postgraduate Institute of Agriculture was established in June 1975 by Statute No. 2 of 1974 under the old University of Ceylon Act No. 1 of 1972 and was attached to the University of Sri Lanka. Under the provisions of the Universities Act No. 16 of 1978, the above Statute was deemed to be an Ordinance and accordingly, the Commission promulgated the Ordinance No. 9 of 1979 which became operative from 1st January 1980 and forms the legal basis for the functioning of the Institute. The main objective of creating this unique institution was to develop in-country capacity for postgraduate education in agricultural science and allied fields and to provide appropriately trained scientific personnel to a rapidly expanding agricultural sector of the country. The Institute is attached to the University of Peradeniya.

Academic Programmes

To achieve its goals, the institute has designed a diverse set of higher degree programmes which are of current importance to the economy of Sri Lanka. Curricular were also revised to cater to the demand in the country. At present PGIA offers Ph.D., DBA, M.Phil. and 30M.Sc. degree programmes with course work and course work and research. In its postgraduate programmes, the Institute places much emphasis on full-time residential training, which enable the postgraduate students to participate fully in the academic life of the university and its research programmes. An important challenge facing the PGIA is to develop disciplined, dedicated and hardworking students who would devote considerable time to their studies and research and get the widest possible exposure in the relevant fields. Through such commitment, the graduates of the Institute are expected to develop strong work ethics, which should become an integral part of their character.

The Institute revised its existing regulations equivalent to Sri Lanka Qualifications Framework (SLQF) Guidelines effective from 2017 and admitted students accordingly. The degree programmes are;

M.Sc/MBA	- Course work inclusive of 5 credits Directed Study/Project
M.Sc/MBA	- Course work and research inclusive of one-year research
M.Phil/Ph.D./DBA	- Research only

The M.Sc. applicants for above degrees can have an exit at PG Diploma or PG Certificate level satisfying respective credits requirements. Those who complete 25 credits can obtain PG Diploma and for those who complete 20 credits can obtain PG Certificates. This is the first time the Institute introduced PG Certificate programme for the candidates who need to obtain postgraduate qualifications within a very short time period.

Panel of Teachers

The Panel of Teachers consists of over 300 outstanding academic staff with wide teaching and research experience, the majority of whom are from the Faculty of Agriculture, Peradeniya and the others from other Faculties of the University System, Government Departments, Research Institutes, Corporations, Private Sector Firms, International Institutions and Non-governmental Organizations.

Student Registrations and Degree Awarded

During 2020, 476 students were registered under 11 Boards of Study, particulars of which are as follows;

M.Sc. - 429   MBA - 29   M.Phil –09   Ph.D. – 08   Casual - 01

Students were to be conferred degrees at the General Convocation of 2020 are as follows;

Ph.D. -	15	M.Phil. -	18	PGD -	27
M.Sc. -	168	MBA -	05		

Annual Congress

The 32nd Annual Congress of the PGIA was held in 19 -20 November 2020. Prof. R.S. Dharmakeerthi, Department of Soil Science, University of Peradeniya served as the Coordinator of the Congress.

The inaugural session of the congress was graced by distinguished guests including the Vice Chancellor and Deputy Vice-Chancellorof the University, Deans of Faculties, H.E. Mr. Denis Chaibi, Ambassador of the Delegation of the European Union to Sri Lanka & Maldives and Professor Ratan Lal, Ohio State University, USA as the Keynote Speaker.

Sixty Five research papers were received from research students of local and international institutions including India. After review, 39 oral papers were presented at the Congress under 08 technical sessions and 37 posters were presented. Among them 11 awards were made to the most outstanding presentations.

B. Achievements

Dr A.W.R. Joachim memorial award

Dr. A.W.R. Joachim Memorial Award which was initiated in the year 2001, is awarded to the most meritorious student who has completed the Comprehensive Examination satisfactoraly in the penultimate year of study securing the highest G.P.A. The following student has obtained the highest G.P.A. of 4.00 for her degree programme and awarded with a cash price at the 32nd Annual Congress held on 20th November 2020.

Name	Board of study	Degree Programme
Ms.R.A.G.W. Rathnayake	Food Science and Technology	MSc in Food Science and Nutrition (CW)

C. Shortcomings

Due to COVID 19 pandemic situation, regular degree programmes of PGIA had to be postponed leading to less graduate output in the year 2020. Although the lecturers were conducted on line, the research activities of the students were interrupted badly. In addition to that the planned infrastructure development activities had to be postponed due to the prevailed situation while mainly focusing on improving online platforms and technologies in order to transform the system to virtual mode.

D. Plans for the Future

- The PGIA ensures that adequacy, appropriate and accessible resource are provided and maintained for support of online teaching and learning activities while conducting student surveys to assist in monitoring and improvements.

- The stated policies and associate procedures for assurance of quality and standards will be reviewed, updated and communicated to all stakeholders through internal Quality Assurance mechanism.

- Revision of existing curricular and courses, introduction short term training courses considering the current and future needs of the agricultural sector

- Promoting the number of students graduating with research degrees through incentives such as scholarships, provision of funds for research through collaborative research programs with national and international research institutes, universities and private industry. The two currently available financial schemes for supporting research and dissemination of the findings will be further strengthened

- Increasing the number of annual student admissions for all courses by increasing the visibility by regularly updating the website of the institute and publishing the PGIA Newsletter/occasional publications at frequent intervals and their wider circulation by normal and electronic means

- The student feedback mechanism will be strengthen for the continuous Improvement of academic and administration process.

- Internalization of best practices across all segments for better performance.

- Development of the infrastructure, mainly the state of the art classrooms and laboratory facilities for advanced research and student accommodation, particularly for foreign students and visiting staff and recreation

- All strategies to be implemented while protecting and minimizing damage to the environment in line with sustainable development policies and make all the stakeholders aware of it.

B. NEW ENTRANTS & STUDENT ENROLMENT

B.1 DETAILS OF RESOURSCES AND STUDENTS - (As AT 31st DECEMBER 2020)

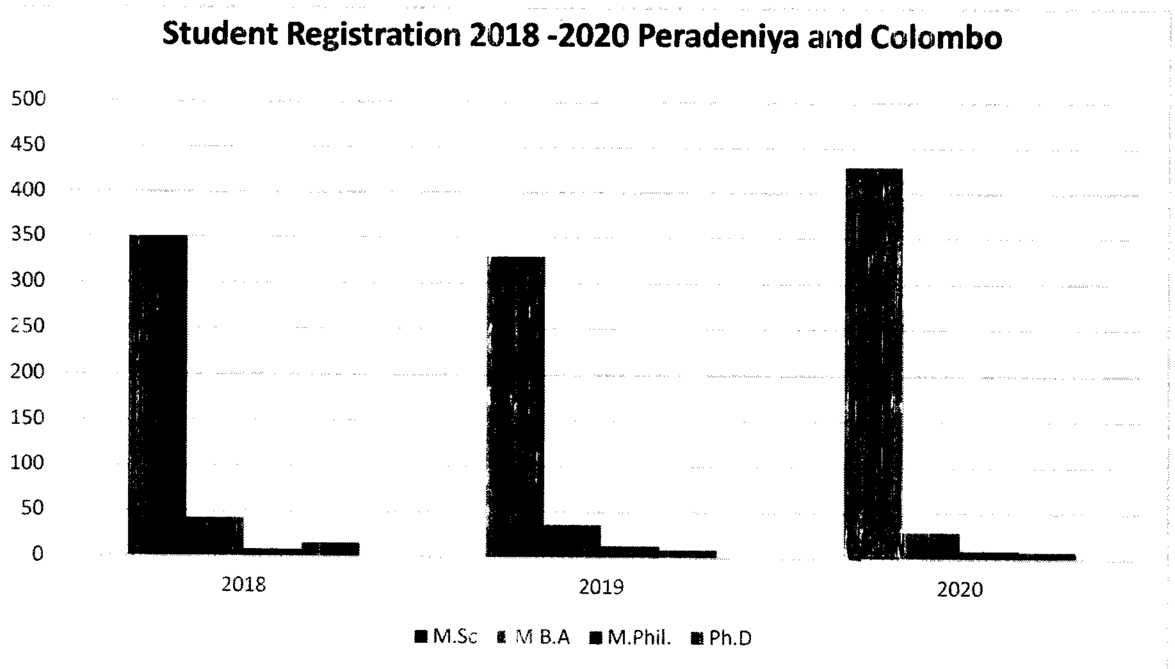
Programme of Study	Total No. of Students	Distribution of Staff (Permanent Staff Only)			
		Academic Staff	Non-Academic Staff	Academic Support Staff	Total
Casual	01	2	37	1	40
M.Phil	90				
M.Sc. (CW)	1112				
M.Sc.(CW&R)	231				
MBA.(CW)	141				
MBA.(CW&R)	66				
Ph.D	99				
Total	1740	2	37	1	40

B.2 DETAILS OF LOCAL STUDENTS REGISTRATION FOR POSTGRADUATE DEGREE PROGRAMMES - 2020

Programme of Study	Full Time/Part Time	New Entrants (Jan-Dec 2020)			Student Enrolment (Total No. of Registered Students as at 31st December 2020)			No. of Graduated
		Male	Female	Total	Male	Female	Total	
Casual	Part Time	0	1	1	0	1	1	0
M.Phil	Full Time	1	8	9	29	61	90	19
M.Sc.(CW)	Full Time	85	252	337	357	755	1112	110
M.Sc.(CW&R)	Full Time	28	64	92	56	175	231	2
MBA.(CW)	Full Time	14	11	25	77	64	141	23
MBA.(CW&R	Full Time	1	3	4	39	27	66	0
Ph.D	Full Time	4	4	8	47	48	95	10
PG Dip.	Full Time	0	0	0	0	0	0	7
Total		**133**	**343**	**476**	**605**	**1131**	**1736**	**171**

B.3 DETAILS OF FOREIGN STUDENTS REGISTRATION FOR POSTGRADUATE DEGREE PROGRAMMES - 2020

Programme of Study	Full Time/Part Time	New Entrants (Jan-Dec 2020)			Student Enrolment (Total No. of Registered Students as at 31st December 2020)		
		Male	Female	Total	Male	Female	Total
Ph. D	Full Time	0	0	0	0	4	4



C. STAFF DETAILS

Service Category	Salary Code	Approved as at 31/12/2017	Existing Cadre
Primary Level		18	
Primary Grade – Unskilled	PL- 1		7
Primary Grade – Semi Skilled	PL - 2		4
Primary Grade – Skilled	PL - 3		7
Secondary Level		21	
Management Assistant – non – Technical	U - MN 1		15
Management Assistant – Technical	U –MT 1		-
Associate Officers – Segment 2	U – MN 2		-
Associate Officers – Segment 1	U – MN 3		-
Staff Assistant - /Supra & Senior Staff Assistant	U – MN 4		6
Tertiary Level		2	
Academic Support – Segment 2	U – AS 1		-
Junior Executive/ Managers	U – EX 1		1
Academic Support – Segment 1	U – AS 2		1
Senior Level		11	
Medical Officer	U – MO 1		-
Chief Medical Officer	U – MO 2		-
Middle Level Executives	U – EX 2		1
Middle Level Executives	U – EX 2 (a)		1
Senior Executives	U – EX 3		-
Lecturer	U – AC 3		8
Associate Professors	U – AC 4		-
Professors/Senior Professors	U – AC 5		1

D. RESEARCH OUTPUT DATA

D.1 PUBLICATION OUTPUT IN 2020

D.1 (a) List of Publication in referred (Indexed and Non-Indexed) Journals in 2020

Since the Institute does not have permanent academic cadre except the Director/PGIA and the Assistant Librarian and the fact that all academic and research activities of the Institute are carried out by permanent academic staff members of the Faculty of Agriculture, University of Peradeniya, publications done by them have been listed under the University of Peradeniya.

D.2 NATIONAL & INTERNATIONAL AWARDS RECEIVED IN 2020

PGIA Annual Congress 2020

Session	Award/Best Paper (Name and the purpose of the Award Title of the Paper	National /International or other	Name /s of the recipient	Designation	Faculty/ Department
Nutrition & Food Quality	Session Best Presenter-Oral Comparative Analysis of the Nutritional Profiles of Selected *Solanum* Species Grown in Sri Lanka	National	V.H.H. Nadeeshani	Student	PGIA
Agronomy & Plant Breeding	Session Best Presenter-Oral Characterization of Conserved Sugarcane (*Saccharum* spp.) Germplasm for Parental Selection in Directional Breeding of Eco-nomically Important Traits	National	B. Kiriwaththud uwa	Student	PGIA
Organizational Management & Extension	Session Best Presenter-Oral Effect of Emotional Intelligence on Job Satisfaction: A Case Study from a Leading Call Centre in Sri Lanka	National	T.S.P. Jayaweera	Studen	PGIA
Economic Efficiency in Agricultural Systems	Session Best Presenter-Oral Returns to Factors of Production and Total Factor Productivity in Coconut Plantations in Sri Lanka	National	M.G.D. Abeysekara	Student	PGIA
Functional Properties in Food	Session Best Presenter-Oral Bioactive Properties of Fish Protein Hydrolysates from Amazon Sailfin Catfish (*Pterygoplichthys pardalis*) from Victoria Reservoir in Sri Lanka	National	S.K.D. Wijesinghe	Student	PGIA
Microbiology & Bio-technology Modeling & Forecasting	Session Best Presenter-Oral Biofilm Forming Ability of Broiler Chicken Meat Associated *Salmonella* spp. on Food Contact Surfaces	National	W.A.M. Fernando	Student	PGIA
Modeling & Forecasting	Session Best Presenter-Oral The Effect of Indian Ocean Dipole Events on the Second Inter-monsoonal Rainfall in the Wet Zone of Sri Lanka	National	A.B. Abeysekera	Student	PGIA

Resource Management in Cascade Systems	Session Best Presenter-Oral Modeling Spatial Variability of Runoff Generation in Mahakanumulla Village Tank Cascade System in Sri Lanka Using Soil and Water Assessment Tool	National	M.R.C.P. Wickramasinghe	Student	PGIA
Crop and Soil Science	Session Best Presenter-Poster Effect of Nitrogen Fertilizer, Weeds and Planting Density on Incidence and Severity of Narrow Brown Leaf Spot in Rice Cultivated in Anuradhapura District of Sri Lanka	National	W.M.D.M. Wickramasinghe	Student	PGIA
Resource Management & Extension	Session Best Presenter-Poster Proposing a Mobile Based Guideline Model of Good Agricultural Practices (GAPs) for Potato Cultivation in Sri Lanka	National	A.T. Shanadi	Student	PGIA
Technological Interventions in Food & Agriculture	Session Best Presenter-Poster Evaluation of Some Potential Protocols to Extract DNA from Paddy Soil	National	T.D. Ranasinghe	Student	PGIA

D.3 DETAILS OF KNOWLEDGE DISSEMINATION TO THE GENERAL PUBLIC DURING THE YEAR 2020

Institute	Programme Category (workshops/training programmes/field demonstrations/media programmes)	Title of the Programme	Organized by Fac./Dep./Center/Unit	Date of held	Duration	Target group	No. of Participants
PGIA	Workshop	Online workshop on Writing a quality research paper: tips and tricks	Congress Organizing Committee	31st July, 1st August and 7th August 2020	03 days	Postgraduate students who wish to submit manuscripts to PGIA congress or any other international journal within next two weeks	25
PGIA	Workshop	Workshop on How to Become a Great Peer Reviewer	Congress Organizing Committee	22nd September 2020	01 day	Anyone who wants to be a successful reviewer of a research article. This workshop was open for academics as well as students	20
PGIA	Workshop	Online Workshop on Addressing Reviewers' Comments on a Manuscript	Congress Organizing Committee	29th September 2020	01 day	Researchers, students	48
PGIA	Workshop	Online Workshop on "Presentation Skills Training: How to Create and Deliver High-Impact Presentations	Congress Organizing Committee	6th and 7th November 2020	02 days	Graduate students and researchers	27

PGIA	Training	Training of Community Groups for WASH/Awareness and Skill Development Programme	Cap-Net Lanka in collaboration with World Vision Lanka	7th to 9th February 2020	03 days	Community Based Health Care Workers	30
PGIA		Poster campaign on "Awareness on Covid 19 and Preventions"	Cap-Net Lanka , World Vision Lanka, Save the Children, Regional Director of Health Services, Nuwara Eliya and District Secretariat, Nuwara Eliya	July 2020		School children	
PGIA	Training	Training Programme on Capacity Building of the Leaders of Community Based Water Societies in Badulla & Nuwara Eliya	Cap-Net Lanka and World Vision Lanka	26th June 2020	1 day	Leaders of Community Based Water Societies in Badulla & Nuwara Eliya	102
PGIA	Training	Training on Capacity Building of the Leaders of Community Based Water Societies in Badulla & Nuwara Eliya	Cap-Net Lanka and World Vision Lanka	11th July 2020	1 day	Leaders of Community Based Water Societies in Badulla & Nuwara Eliya	104
PGIA	Training	Training on Capacity Building of the Leaders of Community Based Water Societies in Badulla & Nuwara Eliya - Community Based Adaptation for Water Resource Management and Conservation	Cap-Net Lanka and World Vision Lanka	18th July 2020	1 day	Leaders of Community Based Water Societies in Badulla & Nuwara Eliya	100

E INTERNATIONALISM

E.1 DETAILS OF INTERNATIONAL CONFERENCES AND WORKSHOPS CONDUCTED BY THE INSTITUTE in 2020

No	Theme	Organized by (Faculty/Dept./Centre/ Unit)	Date of held/ Duration	Target Group	No. of Participants
1	Annual Congress	PGIA	19-20 November 2020 (02 days)	Postgraduate students, researchers, Academics, Industry	250 online participants

E.2 INFORMATION ON INTERNATIONAL STAFF VISITS FOR UNDERGRADUATE TEACHNG/POSTGRADUATE TEACHING/SYMPOSIUM/WORSHOPS IN THE YEAR 2020

Institute	Name of the Programme	Name of the person	Country/University	No. of Staff
PGIA	Annual Congress	H.E. Mr. Denis Chaibi	Ambassador of the delegation of the European union to Sri Lanka and Maldives	Online Participation
PGIA	Annual Congress	Prof. Ratan Lal	The Ohio State University, USA	
PGIA	Annual Congress	Prof. John Dixon	University of Queensland, Australian National University, Gansu Agricultural University	
PGIA	Annual Congress	John W Crawford	University of Glasgow	

F. SUSTAINABILITY RELATED PROGRAMMES TARGETED FOR THE YEAR 2020

1. Conducting environmental awareness programmes for staff members.

2. Conducting environment related short courses and programmes for students and farmers

3. Promote/encourage paperless online application process.

4. Streamlining the segregation and recycling process of wastepaper, polythene and bio-degradable.

5. Re-using stationeries (Envelopes & Papers) and minimizing wastages through continuous awareness programmes.

6. Continue with the PGIA Course Modules to offer more than 100 sustainability related course modules

7. Continue with the paperless effective communication system via e-mails, MIS and SMS.

8. Gradually replacing normal florescent bulbs with LED panels for energy efficiency.

Agriculture Library
Annual Report – 2020

Library Allocations received in 2020

PGIA Allocation	-	Rs. 500000.00
Faculty Allocation	-	Rs. 0
Total Allocation	-	Rs. 500000.00

Acquisitions - Books

During the year 2020, 13 books were added to the Library Collection, which comprised textbooks recommended by teaching staff of both the Faculty of Agriculture and the PGIA to suit the teaching programmes of the two institutions.

Details of the books added to the collection

Number of books purchased by PGIA finances	13
Value	Rs. 160709.36
Number of books purchased by Faculty allocation	01
Value	Rs. 2990.00
Total number of books purchased (PGIA & Faculty)	14
Number of PGIA Theses added to the collection	21

Donations

Number of books received from other donors	
Value	Rs.24758.50
Total number of books added	101

Significant Donors of Books and Periodicals During the Year

Donor	Value
Dep. of Agric. Biology, UOP	Rs. 4649.50
Dep. of Census and Statistics, Colombo	Rs. 2455.50
Asian Foundation, Colombo	Rs. 2509.00

Periodicals

One (01) periodical title was subscribed in 2020 from the PGIA funds.

Library User Categories

The registered Library users in 2020 were 2711. Details are shown below.

Postgraduate Students	1148
Undergraduate Students	1378
Academic Staff (Permanent)	170
Academic Staff (Temporary)	10
Clerical and similar services	06
Total	2711

Usage of Library Books

A total of 244 books have been circulated among the students in 2020.

Inter- Library Loans

We received 28 requests for articles from other libraries.
We sent 15 articles to other libraries.

We requested 2 articles from other libraries.
We received 2 articles from other libraries.

Literature Searching

CAB CD- ROM database was used for literature searched by research students both in the Faculty and PGIA. Two (2) CAB searches were carried out during the Year 2020.

Training /Workshops attended by staff

1. D. Abeysooriya, Library Information Assistant participated six day induction program for Management Assistants and the staff of allied grades of the University workshop held at Staff Development Center, University of Peradeniya.
   Relevant days of the workshop
   - 29th November 2019
   - 17th December 2019
   - 3rd and 22nd January 2020
   - 19th and 26th February 2020

H. N. K. Dis.

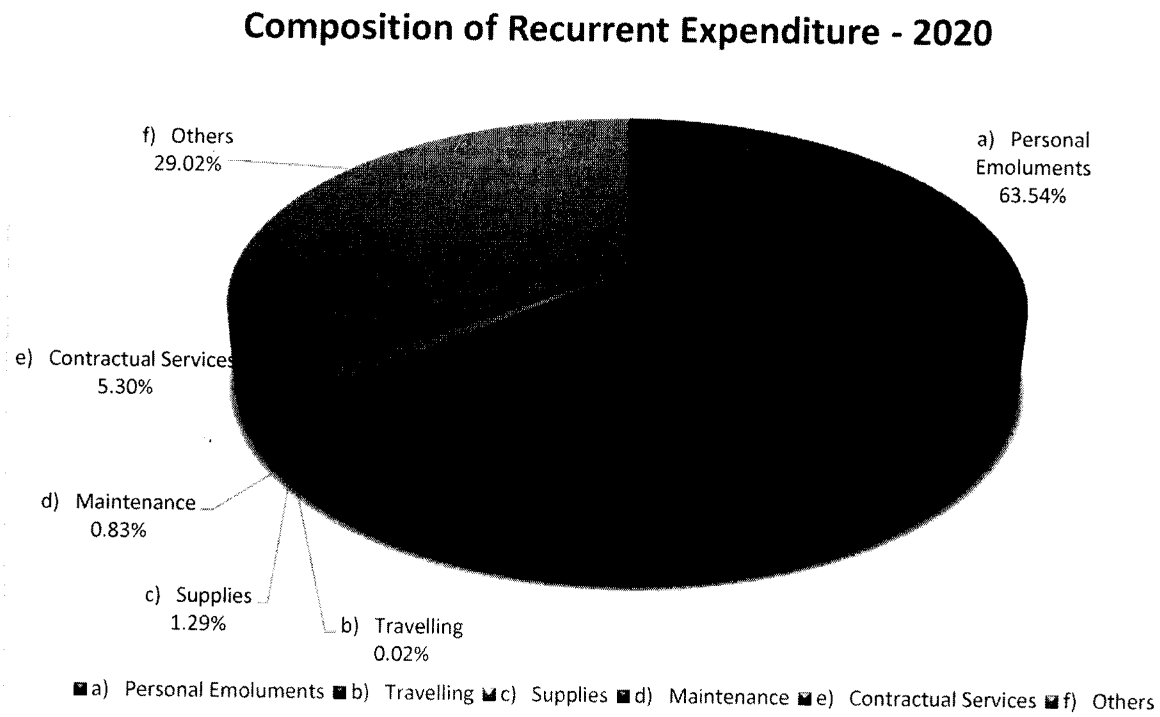
Mrs.H.N.K. Dissanayake
Senior Asst. Librarian/Agriculture Library

26.01.2021

Financial Performance

13. Details of Recurrent Expenditure

Subject	2018 (Rs.)		2019 (Rs.)		2020 (Rs.)	
	Allocation	Actual	Allocation	Actual	Allocation	Actual
a) Personal Emoluments	**93,932,000**	76,342,142	**89,768,132**	91,720,781	**93,491,000**	78,037,775
b) Travelling	**100,000**	83,189	**60,000**	51,230	**55,000**	23,749
c) Supplies	**2,925,000**	2,317,049	**2,975,000**	2,813,287	**2,055,000**	1,578,481
d) Maintenance	**1,625,000**	1,542,693	**1,060,000**	1,161,277	**1,255,000**	1,023,460
e) Contractual Services	**8,575,000**	6,599,253	**8,260,000**	5,051,299	**6,785,000**	6,512,824
f) Others	**27,143,000**	38,341,490	**23,898,000**	46,446,518	**18,114,000**	35,634,398
Total	**103,787,000**	112,803,202	**126,021,132**	147,244,392	**121,755,000**	122,810,687
Financed By:						
Government Grant	**50,000,000**		**60,000,000**		**58,500,000**	
As a %	**37%**		**48%**		**48%**	
Generated Funds	**84,300,000**		**66,021,132**		**63,255,000**	
As a %	**63%**		**52%**		**52%**	



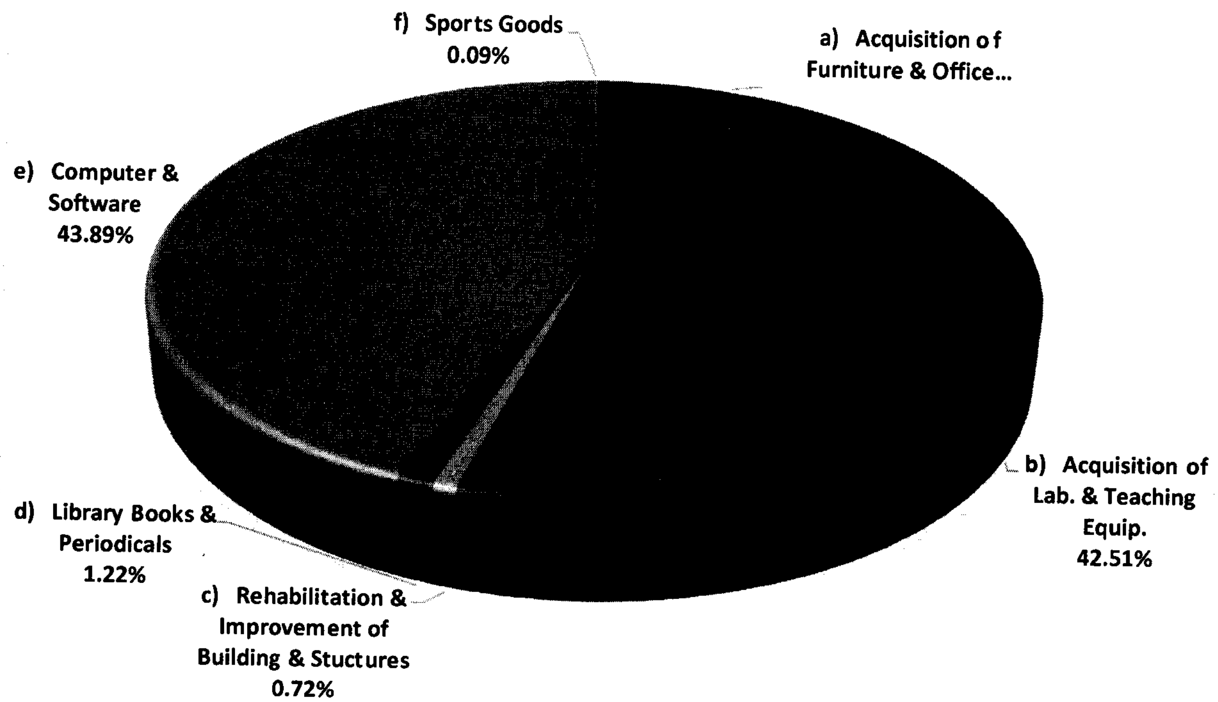
The treasury allocation for the recurrent expenditure of the Institute in the year 2020 is Rs. 58.5 million and allocation for capital expenditure was 0.5 million. It was around Rs.1.5 million decrease compared to the last year recurrent allocation. Total actual recurrent and the capital expenditure for this year is Rs.122.81 million and Rs.13.46 million respectively. The total recurrent expenditure was financed primarily by the generated funds (52%) and the remainder by consolidated fund (48%). 63.54% of recurrent expenditure is for the personal emoluments including salaries & wages of the permanent staff and the visiting lecture fees. Other recurrent expenditure including course materials, special services, travel grants to university teachers, annual congress..etc is about 29.02 % of total recurrent expenditure of the year under review. The composition of the recurrent expenditure is given in the above pic chart.

14. Details of Capital Expenditure

Subject	2018 (Rs.)		2019 (Rs.)		2020 (Rs.)		
	Allocation	Actual	Allocation	Actual	Allocation	Gov. Grant Received	Actual
a) Rehabilitation and improvement of Building & Structures	**31,600,000**	6,444,298	**10,500,000**	12,674,050	**3,000,000**	-	97,035
b) Acquisition of Lab. & Teaching Equipment	**2,520,000**	465,200	**12,145,000**	1,621,408	**8,000,000**	500,000	5,724,115
c) Acquisition of Furniture & Office Equipment	**3,335,000**	1,123,830	**6,233,878**	3,687,765	**3,000,000**	-	1,559,095
d) Others- Library Books & Periodicals	**1,000,000**	444,967	**500,000**	100,162	**250,000**	-	163,709
e) Computer & Software	**4,500,000**	4,397,718	**10,000,000**	8,063,131	**6,700,000**	-	5,909,605
f) Sports Goods	**600,000**	733,900	**500,000**	236,475	**150,000**	-	12,480
Total	**43,455,000**	13,609,914	**29,878,878**	26,382,992	**39,878,878**	500,000	13,466,038

About 0.72% of the capital investment of nearly Rs.0.09 million was for the Rehabilitation of Building of the institute and 98.07% of the actual capital expenditure of nearly Rs.12.74 million was set aside for acquisition of furniture and office equipment, upgrading the facilities in the class rooms and computer laboratories. Further an amount of nearly Rs.0.16 million was spent for acquisition of books and periodicals for the Agriculture library of the Institute. The composition of capital expenditure are given in the below figure.

COMPOSITION OF CAPITAL EXPENDITURE - 2020



STATUTORY REPORT AND DISCLOSURE OF SIGNIFICANT ACCOUNTING POLICIES FOLLOWED IN PREPARING THE FINANCIAL STATEMENTS OF THE POSTGRADUATE INSTITUTE OF AGRICULTURE (PGIA), UNIVERSITY OF PERADENIYA FOR THE YEAR ENDED 31ST DECEMBER 2020

1. General

The Financial Statements of the Postgraduate Institute of Agriculture for the year ended 31st December 2020 have been prepared in terms of section 12 (3) (e) and 19 (1) of the Postgraduate Institute of Agriculture Ordinance No. 9 of 1979, 106 (1) and 107 (b) of the Universities Act No.16 of 1978 and as amended by the subsequent legislation and in pursuance of the Finance Act. No 38 of 1971.

2. Significant Accounting Policies

2.1 Basis of Accounting

Statement of Financial Position, Statements of financial Performance, Statement of Changes in Equity and Cash Flow Statement together with the Accounting Policies and Notes ("Financial Statements") are a general-purpose financial report which have been prepared on an accrual basis and in accordance with generally accepted accounting principles, applicable Sri Lanka Public Sector Accounting Standards (SLPSAS) – Volume I published in 2009 & Volume –II published in 2012,and Volume III published in2018 in terms of the Universities Act No. 16 of 1978 and Finance Act No. 38 of 1971 and Department of Public Enterprises guidelines for the preparation and presentation of financial statements.

All accounting policies adopted by the Institute are applied consistently with those of the previous year. except in the change in the assumption in preparing receivables accounts as explained in 4.2 ,Trade & other receivables. Where necessary, comparative figures have been adjusted to conform to the changes in presentation of the current year. No adjustment has been made for inflationary factors affecting the Accounts.

3. Property, Plant & Equipment (PPE)

3.1. Property, Plant and Equipment are stated at Revaluation and the depreciation is provided in terms of the UGC Circulars No. 649 of 5th October 1995. Depreciation is charged to the statements of financial performance, on a straight line basis.

The rates of depreciation for PPE are decided in accordance with the instructions of UGC circular.

Property, Land and Equipment		Rate of Depreciation per annum (%)
Building & Structure	-	05
Office Equipment	-	20
Computer & Software	-	20

Furniture and Fittings	-	10
Laboratory, Teaching Equipment	-	20
Motor Vehicles	-	20
Library Books and Periodicals	-	20
Sports Equipment	-	20
Landscaping Project	-	05

Depreciation of an asset begins when it is available for use and ceases at the earlier of the dates on which the asset is classified as held for sale or is derecognised.

3.2 The ownership of the land in which the buildings of the Institute are constructed is not legally vested to the PGIA as the Institute operates as an affiliated Institute to the University of Peradeniya. Hence, the value of the land is not considered in preparation of financial statements of the Institute. Buildings value of Rs. 118,939,421.95 only shown in the financial statements.

4. Current Assets

Assets classifies as current assets on the Statement of Financial Position are cash and bank balances and those which are expected to be realised in cash during the normal operating cycle or within one year from the reporting date, whichever is shorter.

4.1 Inventories/ Stocks

Inventories/ Stocks are valued at actual cost. The cost of the inventories are arrived at by using the First-In, First –Out basis. The stock balance appearing in Accounts has been physically verified.

4.2 Trade & Other Receivables

Trade and other receivables are stated at the amounts estimated to be realised.

Income Recognition Policy

According to Sri Lanka Public Sector Accounting Standard no 10, income recognition policy has been identified

The minimum period granted to complete each degree programme has taken as a base to recognise the income from tuition fees Accordingly income from M.Sc. (CW) , M.Sc. (CW&R) , MBA , Mphil , Ph.D & DBA has been recognized over a period of 1 Year , 2 Years , 2 Years , 2 Years , 3 Years and 3 Years respectively

Other Income sources are recognised relevant to the period

As per the instructions given by the Audit & Management Committee as its 71 st meeting held on 28.12.2020 , Board of Management approved the decision of keeping the students in the receivables account up to the minimum period granted to complete their degree programmes against the previous year practice of keeping up to maximum period granted. After the minimum period, unpaid students are removed from the receivables account. If those students paid later within the maximum period, that receipts considers as the income of that particular year.

Actual Loan Balances to be recovered from the staff as at 31st December 2020 are considered as loans receivable.

4.3 Cash and Cash Equivalents

Cash in hand, in banks and short-term deposits which are held to maturity are carried at cost. For the purpose of the Cash Flow Statement, cash & cash equivalents consist of cash in hand and deposits in banks, net of outstanding bank overdrafts.

5. Liabilities & Provisions

Liabilities classified as current liabilities on the Financial Position are those which fall due for payment on demand or within one year from the reporting balance sheet date. Non –current liabilities are those balances that fall due for payment later than one year from the reporting balance sheet date.

All known liabilities have been accounted for in preparing the Financial Statements.

5.1 Employee Benefits

5.1.1 Defined Contribution Plans

A defined contribution plan is a post-employment benefit plan under which an entity pays fixed contributions into a separate entity and will have no legal or constructive obligation to pay further amounts. Obligations for contributions to Employees Provident and Employees Trust Fund covering all employees are recognised as an expense in Statement of Financial Performance as incurred.

The PGIA contributes 15% and 3% of gross emoluments to employees as Provident Fund and Trust Fund contributions respectively.

5.1.2 Defined Benefit Plans

A defined benefit plan is a post-employment benefit plan other than a defined contribution plan. Provision has been made for retirement gratuities from the first year of service for all employees. However, under the Payment of Gratuity Act No. 12 of 1983, the liability to an employee arises only on completion of 5 years of continued service. By complying with Sri Lanka public sector Accounting Standard no;19 , Actuarial Valuation has been adopted in calculating provisions since 2018.

5.2 Provisions

A provision is recognised if, as a result of a past event, the PGIA has present legal or constructive obligation that can be estimated reliably, and it is probable that an outflow of economic benefits will be required to settle the obligation.

Provision for dropouts

10% of total tuition fees and registration fees income had been made for dropouts in the budgets prepared for each Board of Study.

But no provisions were made for dropouts and actual amount of dropouts were adjusted to the financial statements

5.3 Trade and Other Payables

Liabilities for Accounts Payable are carried at the amount of cash & cash equivalents expected to be paid.

6. Capital Expenditure on other Capital Activities

The expenditure for other capital activities introduced by the University Grants Commission has been accounted as recurrent expenditure.

7. Contingent Liabilities and Assets

7.1 Contingent Liabilities

No contingent liabilities have been recognised by the Postgraduate Institute of Agriculture as at 31.12.2020.

7.2 Contingent Assets

No contingent assets have been recognised by the Postgraduate Institute of Agriculture as at 31.12.2020.

8. Statements of financial Performance

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

8.2 Expenditure incurred for the purpose of acquiring, extending and improving assets of a permanent nature by means of which is to carry on the business for the purpose of increasing the earning capacity of the business has been treated as Capital Expenditure.

9. Taxation

PGIA is exempted from paying income tax under the section 7 (b) (v) of Inland Revenue Act No. 10 of 2006.

10. Government Grants

Grants received from the General Treasury of the Government of Sri Lanka are recognised as income in the period in which the related costs are recognised.

Summary of the allocated, released and the balance of the treasury grant is as follows:

Description	2020 Amount Allocated (Rs.)	2020 Amount Released (Rs.)	Balance (Rs.)
Recurrent Grant			
1. Personal Emoluments	58,500,000	58,500,000	-
Rehabilitation & Improvements			
1. Buildings	-	-	-
2. Vehicles	-	-	-
3. Equipment	-	-	-
4. Others	-	-	-
Acquisition of Assets			
1. Books & Periodicals	-	-	-
2. Lab & Teaching Equipment	500,000	500,000	-
3. Office Equipment	-	-	-
4. Furniture & Fittings	-	-	-
5. Sports Goods	-	-	-
Total	**59,000,000**	**59,000,000**	-

POSTGRADUATE INSTITUTE OF AGRICULTURE
UNIVERSITY OF PERADENIYA
STATEMENT OF FINANCIAL POSITION AS AT 31 ST DECEMBER 2020

	Note	As at 31/12/2020		As at 31/12/2019	
ASSETS		Rs.	Rs.	Rs.	Rs.
Current Assets				Rstated	
(a) Cash & cash equivalents	01	18,566,878		32,057,246	
(b) Trade & other receivables	02	24,419,150		29,211,630	
(c) Inventories/Stocks	03a	1,976,039		1,247,352	
Text Books & PGIA Publications	03b	546,116		662,398	
(d) Prepayments / Periodicals	04	68,147		75,225	
(e) Loans & advances	05.1	1,390,074		1,413,989	
(f) Short Term Investment	06.1	604,473,637		515,219,597	
(g) Security and Other Deposits		192,800	**651,632,841**	192,800	**580,080,237**
Non-current Assets					
(a) Staff Loans & advances	05.1	3,147,443		3,068,248	
(b) Long Term Investment	06.2	14,933,776		13,513,827	
(c) Property, plant & equipment	07	123,451,733		125,297,320	
(c) Work in Progress	07a	2,197,146	**143,730,099**	1,428,300	**143,307,695**
Total Assets			**795,362,939**		**723,387,932**
LIABILITIES					
Current Liabilities					
(a) Deferred Income	08.1	14,124,568		4,069,558	
(b) Payables	09	13,999,647		13,199,611	
(c) Accrued expenses/provisions	10	49,471,043	**77,595,258**	45,236,123	**62,505,292**
Non-current Liabilities					
(a) Deferred Income	08.1	1,479,875		497,033	
(b) Provision for gratuity	11	15,807,140	**17,287,015**	14,809,631	**15,306,664**
Total Liabilities			**94,882,273**		**77,811,957**
Total Net Assets			**700,480,666**		**645,575,975**
NET ASSETS/EQUITY					
Accumulated fund	12	6,486,857		8,659,541	
Revaluation Surplus	13a	10,345,707		64,653,139	
Surplus/(Deficit) - B/ B/F	13	665,724,857		558,203,290	
Restricted funds	14	17,923,244	**700,480,666**	14,060,005	**645,575,975**
Total Net Assets/Equity			**700,480,666**		**645,575,975**

"The Accounting policies on pages II to VI and Notes on pages 11 to 23 form an integral part of these Financial Statements. The Board of Management is responsible for the preparation and presentation of these Financial Statements. These Financial Statements were approved by the Bard of Management and signed on their behalf,"

Prof. C.M.B. Dematawewa
Director/Accounting Officer

C23

K.A.I.S. Ranasinghe
Senior Assistant Bursar

on behalf of the Board of Management:

01. Name: Prof H.P.M. Gunasena

Signature:

02. Name: KAPS Kodithuwakku

Signature:

POSTGRADUATE INSTITUTE OF AGRICULTURE
UNIVERSITY OF PERADENIYA

STATEMENTS OF FINANCIAL PERFORMANCE FOR THE YEAR ENDED 31 ST DECEMBER 2020

	Note	As at 31/12/2020 Rs.	As at 31/12/2019 Rs.
Operating Revenue			
Recurrent Government Grants		58,500,000	60,000,000
Internal Income	15	114,852,139	148,965,127
Amortization of Govt. Grant	7	2,672,684	2,636,653
Amortization of Revaluation Surplus	13a	10,345,707	-
Amortization of Research Grant	F	8,965,662	11,665,998
		195,336,192	**223,267,778**
Operating Expenses			
Personal emoluments	16	78,037,775	91,720,781
Travelling	17	23,749	51,230
Supplies and consumables	18	1,578,481	2,813,287
Maintenance	19	1,023,460	1,161,277
Contractual services	20	6,512,824	8,051,299
Depreciation	21	15,311,625	13,753,349
Other Recurrent expenses	22	20,322,772	32,693,169
Research Grant Expenditure	F	8,965,662	11,665,998
Total operating expenses		**131,776,349**	**161,910,390**
Net surplus for the period		**63,559,843**	**61,357,388**

Prof. C.M.B. Dematawewa
Director/Accounting Officer

K.A.I.S. Ranasinghe
Senior Assistant Bursar

POSTGRADUATE INSTITUTE OF AGRICULTURE

STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 31 ST DECEMBER 2020

	Accumulated Fund	Revaluation Reserve	Total
Balance as at 31 December 2018	540,629,948	66,234,293	606,864,241
	540,629,948	**66,234,293**	**606,864,241**
Capital Grant spent & unspent during the year	(2,636,653)		(2,636,653)
Capital Grant Receipts during the year	5,000,000		5,000,000
Increase in Specific Internal Funds	6,831,225		6,831,225
Previous years Decrease in Accrued Expenses - Electricity 2018	53,003		53,003
Previous years Decrease in Accrued Expenses - Lecturer payment 2017	6,785,210		6,785,210
Previous years Increase in Interest Receivable 2018	311,142		311,142
Refundable Library and Science Deposit -added to previous year income	(246,000)		(246,000)
Retention Payable -added to previous year income	(502,320)		(502,320)
Student drop out 2008-2014	(7,462,275)		(7,462,275)
Amortization of Revaluated Assets	1,581,154	(1,581,154)	-
Surplus/(deficit) for the period	61,357,388	-	61,357,388
Balance as at 31st December 2019	**611,701,822**	**64,653,139**	**676,354,961**
Capital Grant spent & unspent during the year	(2,672,684)		(2,672,684)
Capital Grant Receipts during the year	500,000		500,000
Increase in Specific Internal Funds	3,863,239		3,863,239
Previous years Decrease in Accrued Expenses -Cleaning Service and Other Charges 2019	125,587		125,587
Previous years Decrease in Accrued Expenses - Lecturer payment & Exam payment 2017-2018	10,564,723		10,564,723
Previous years Decrease in Accrued Expenses - Audit Fees & Secretory Fees	443,110		443,110
Previous years Tuition & Registration and Other Receivables which were not received within the minimum period 2011- 2018	(34,953,549)		(34,953,549)
Previous years Tuition & Registration and Other Receivables which were not received within the minimum period 2017- 2019	(6,770,800)		(6,770,800)
Previous years Increase in Accrued Expenses - Water Charges	(95,693)		(95,693)
Previous years Decrease in Interest Receivable 2018 (BOC)	(21,362)		(21,362)
Refundable Library and Science Deposit -added to previous year income	(71,000)		(71,000)
Amortization of Revaluated Surplus		(10,345,707)	(10,345,707)
Previous year adjustment-Revaluation Surplus	43,961,724	(43,961,724)	-
Surplus/(deficit) for the period	63,559,843	-	63,559,843
Balance as at 31st December 2020	**690,134,959**	**10,345,707**	**700,480,666**

Prof. C.M.B. Dematawewa
Director/Accounting Officer

K.A.I.S. Ranasinghe
Senior Assistant Bursar

Following adjustments relevant for the previous year were made according to the Sri Lanka Public sector Accounting Standard 03

Statement of Changes in Equity for the year ended 01 st December 2019

Balance as at 31 st December 2019		**676,354,961**
Add:		
Previous years Decrease in Accrued Expenses -Cleaning Service and Other Charges 2019	125,587	
Previous years Decrease in Accrued Expenses - Lecturer payment & Exam payment 2017-2018	10,564,723	
Previous years Decrease in Accrued Expenses - Audit Fees & Secretory Fees	443,110	
		11,133,419
		687,488,380
Less:		
Previous years Tuition & Registration and Other Receivables which were not received within the minimum period 2011- 2018	34,953,549	
Previous years Tuition & Registration and Other Receivables which were not received within the minimum period 2017- 2019	6,770,800	
Previous years Increase in Accrued Expenses - Water Charges	95,696	
Previous years Decrease in Interest Receivables - 2018	21,362	
Refundable Library and Science Deposit -added to previous year income	71,000	
		41,912,408
Adjusted Balance as at 31 st December 2019		**645,575,972**

INDIRECT METHOD CASH FLOW STATEMENT

POSTGRADUATE INSTITUTE OF AGRICULTURE

CASH FLOW STATEMENT FOR YEAR ENDED 31 ST DECEMBER 2020

Cash Flows from Operating Activities	Note / Schedule	2020 Actual Rs.	2019 Actual Rs.
Surplus/(deficit) from ordinary activities	13	63,559,843	61,357,388
Non -cash movements		**63,559,843**	**61,357,388**
Depreciation on property, plant and equipment	21	15,311,625	13,753,349
Provision for gratuity	16	2,497,393	7,016,481
Interest on Investments	15	(39,834,214)	(47,277,416)
Amortization of Govt. Grant	07	(2,672,684)	(2,636,653)
Amortization of Revaluation Surplus		(10,345,707)	-
Gain on sale of property, plant and equipment	15	-	128,000
Payment of Gratuity		(1,499,884)	(1,461,082)
Increase/Decrease in working capital			
(Increase)/decrease in inventories	03	(612,405)	731,501
Increase/(decrease) in trade & other receivables	02	3,035,975	(23,930,082)
Increase/(decrease) in Pre-payments	04	7,079	85
(Increase)/decrease in loans & Advances	05	(55,280)	3,527,230
Increase/(decrease) in Deferred Tuition Fees Income	08	11,037,851	(5,004,560)
Increase/(decrease) in payables	09	800,036	3,080,536
Increase/(decrease) in Accrued expenses/provisions	10	5,074,920	27,205,668
Net cash in flow from operating activities		**46,304,548**	**36,490,444**
CASH FLOW FROM INVESTING ACTIVITIES			
Purchase of property, plant and equipment	E	(14,234,884)	(26,132,992)
Deposit in investments	05	(85,000,000)	(48,000,000)
Interest on investments	15	35,916,730	39,232,680
Net cash out flow from investing activities		**(63,318,154)**	**(34,900,311)**
CASH FLOW FROM FINANCING ACTIVITIES			
Gov't grant: Capital		500,000	5,000,000
Payment of Audit fees		(840,000)	(676,200)
Research Grants Received	F	12,828,902	18,497,222
Research Grants Payments	F	(8,965,662)	(11,665,998)
Net cash in flow from financing activities		**3,523,239**	**11,155,025**
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS		**(13,490,368)**	**12,745,158**
Cash & Cash Equivalents at the beginning of the Period		32,057,246	19,312,088
Cash & Cash Equivalents at the end of the Period		**18,566,878**	**32,057,246**

Prof. C.M.B. Dematawewa
Director/Accounting Officer

K.A.I.S. Ranasinghe
Senior Assistant Bursar

POSTGRADUATE INSTITUTE OF AGRICULTURE

APPROPRIATION ACCOUNT FOR THE YEAR ENDED 31 ST DECEMBER 2020

		2020 Rs.	2019 Rs.
B/F	Excess of Income over expenditure	63,559,843	61,357,388
	Balance B/F from previous year	558,203,290	526,043,734
		621,763,133	**587,401,122**
ADD :			
01	Previous years Decrease in Accrued Expenses - Cleaning Service and Other Charges		125,587
02	Previous years Decrease in Accrued Expenses - Audit Fee		179,110
03	Previous years Decrease in Accrued Expenses - Secretory Fees		264,000
04	Previous years Decrease in Accrued Expenses - Lecturer payment 2017-2018		10,162,950
05	Previous years Decrease in Accrued Expenses - Exam payment 2017-2018		401,773
06	Amortization of Revaluation Surplus	-	1,581,154
07	Previous year adjustment-Revaluation Surplus	43,961,724	
		665,724,857	**600,115,695**
LESS :			
01	Previous years Increase in Accrued Expenses - Water Charges		95,693
02	Previous years Tuition & Registration and Other Receivables which were not received within the minimum period 2011- 2018		34,953,549
03	Previous years Tuition & Registration and Other Receivables which were not received within the minimum period 2017- 2019		6,770,800
04	Previous years Decrease in Interest Receivable 2018 (BOC)		21,362
05	Refundable Library and Science Deposit -added to previous year income		71,000
		665,724,857	**558,203,290**

Prof. C.M.B. Dematawewa
Director/Accounting Officer

K.A.I.S. Ranasinghe
Senior Assistant Bursar

Note to the Financial Statements for the year 2020

	2020 Rs.	2019 Rs.
01. CASH & CASH EQUIVALENTS		
a. Bank balances		
People's Bank A/C No. 057100131338027	1,360,054.32	2,829,429.08
People's Bank A/C No. 057100131338032	4,842,912.01	4,692,362.74
Bank of Ceylon A/C No. 0001273337	3,363,911.86	10,535,453.93
	9,566,878.19	**18,057,245.75**
b. SHORT TERM INVESTMENTS		
Call deposits-Recurrent	-	9,000,000.00
Call Deposits Account - BOC (83658525 -1357704)	2,000,000.00	5,000,000.00
Call Deposits Account - BOC (83658554 -1357705)	3,000,000.00	
Call Deposits Accounts- 057600100022884-3 (Recurrent)	2,000,000.00	
Call Deposits Accounts- 057600100022885-2 (Recurrent)	2,000,000.00	
	9,000,000.00	**14,000,000.00**
Total	**18,566,878.19**	**32,057,245.75**

Closing balances of above bank accounts as at 31st December 2020 were reconciled with respective cash books.

			Rstated
02. TRADE & OTHER RECEIVABLES (Schedule A)			
Tuition Fees Receivable as at 01.01.2020	14,980,013.33		43,009,492.76
Add; Current Year Receivable (old Students)	14,376,566.67		
2020 Academic Year Receivable (New Student)	2,911,250.00		
Less; Recovery of Receivable fees	(19,718,500.00)		
Previous years Tuition Fee Receivables which were not received within the minimum period 2011-2018			(21,778,379.43)
Previous years Tuition Fee Receivables which were not received within the minimum period 2017-2019			(6,251,100.00)
Recovery of Receivable fees 2011-2018	-		
Tuition Fees Receivable as at 31.12.2020	**12,549,330.00**	12,549,330.00	14,980,013.33
Registration & Other Fees Receivable 01.01.2020	1,648,900.00		15,343,770.00
Add; Current Year Receivable (old Students)	776,700.00		
2020 Academic Year Receivable (New Students)	133,200.00		
Less; Recovery of Receivable fees	(1,529,200.00)		
Previous years Registration and Other Receivables which were not received within the minimum period 2011-2018			(13,175,170.00)
Previous years Registration and Other Receivables which were not received within the minimum period 2017-2019			(519,700.00)
Recovery of Receivable fees 2011-2018	-		
Registration & Other Fees Receivable as at 31.12.2020	**1,029,600.00**	1,029,600.00	1,648,900.00
		13,578,930.00	**16,628,913.33**

		Rstated
Interest Receivable	10,654,324.19	12,410,829.22
Other Income Receivable	130,646.98	171,887.18
Paye Tax Paid- Receivable from visiting lecturers	55,248.84	-
Total	**24,419,150.01**	**29,211,629.73**

* **Following adjustments relevant for the previous year were made according to the Sri Lanka Public sector Accounting Standard 03**

Tuition Fees & Registration & Other Fees Receivable 31.12.2019	58,353,262.76
Less; Previous years Registration and Other Receivables which were not received within the minimum period 2011-2018	(34,953,549.43)
Less; Previous years Registration and Other Receivables which were not received within the minimum period 2017-2019	(6,770,800.00)
Tuition Fees & Registration & Other Fees Receivable 31.12.2019	**16,628,913.33**

Interest Receivable as at 31.12.219	12,432,191.63
Less; Recovery of withholding Tax for Interest	(21,362.41)
Interest Receivable as at 31.12.2019	**12,410,829.22**

	2020 Rs.	2019 Rs.
03. INVENTORIES / STOCKS		
(a) Stock A/C		
Stationery & Office Requisites	1,589,020.14	1,191,766.70
Other Supplies	124,926.47	55,584.94
Repairs & Maintenance of Building Structure	262,092.00	
	1,976,038.61	**1,247,351.64**
(b) Text Books & PGIA Publication		
MBA Books & Course Materials	201,925.00	304,232.00
Academic Research & Publications	344,191.00	358,166.00
	546,116.00	**662,398.00**
Total	**2,522,154.61**	**1,909,749.64**
04 . PREPAYMENTS/ PERIODICALS		
Pre-payments (Schedule D)	68,146.61	75,225.35
Total	**68,146.61**	**75,225.35**
05. LOANS AND ADVANCES (Schedule B)		
Staff loans & Advances		
1. Staff loans	40,120.00	58,650.00
2. Distress loans	4,270,328.99	4,116,006.99
3. Transport loans	89,068.00	128,580.00
4. Festival advances	-	-
5. Computer loans	98,000.00	159,000.00
Sub Total	**4,497,516.99**	**4,462,236.99**
Miscellaneous Advances		
1. General advances	-	-
1. Mobilization advance	-	-
2. Capital advance	40,000.00	20,000.00
4. Research advance	-	-
	40,000.00	**20,000.00**
Total	**4,537,516.99**	**4,482,236.99**

05.1 Summary of Aging Analysis

Less than 01 Year (Loan & Advance)			
1. Capital advance	40,000.00		
2. Staff loans	13,940.00		
3. Distress loans	1,263,577.99		
4. Transport loans	41,556.00		
5. Computer loans	31,000.00	1,390,073.99	1,413,989.33
More than 01 year (Loan)			
1. Staff loans	26,180.00		
2. Distress loans	3,006,751.00		
3. Transport loans	47,512.00		
4. Computer loans	67,000.00	3,147,443.00	3,068,247.67
		4,537,516.99	**4,482,237.00**

06 - INVESTMENTS

FIXED DEPOSITS (Schedule C)

Bank & Deposit Number	**2020 Rs.**	**2019 Rs.**
1. FD Peoples Bank No. 346483 (57600100003911-0)	22,932,217.56	22,932,217.56
2. FD Peoples Bank No. 783532 (057600100016493-8)	10,000,000.00	10,000,000.00
3. FD Peoples Bank No. 057600100016492-9	20,000,000.00	20,000,000.00
4. FD Peoples Bank No. 964239 (057-60-01-00010606-5)	5,000,000.00	5,000,000.00
5. FD Peoples Bank No. 057-60-01-00014576-3	20,000,000.00	20,000,000.00
6. FD Bank of Ceylon No. (1344279) 773545(2-001585-1)	1,416,355.69	1,416,355.69
7. FD Bank of Ceylon No. 8826295	6,600,000.00	6,600,000.00
8. FD Peoples Bank No. 57600100009281-9	10,000,000.00	10,000,000.00
9. FD Peoples Bank No. 57600100009545-1	29,700,000.00	29,700,000.00
10. FD Peoples Bank No. 57600100017230-4	6,000,000.00	6,000,000.00
11. FD Peoples Bank No. 57600100016494-7	8,000,000.00	8,000,000.00
12. FD Peoples Bank No.057600100012025-4	25,000,000.00	25,000,000.00
13. FD Peoples Bank No. 057600100015286-1	7,000,000.00	7,000,000.00
14. FD Peoples Bank No. 57600100010436-1 Store Keeper	5,000.00	5,000.00
15. FD Peoples Bank No. 057600100017204-6	12,000,000.00	12,000,000.00
16. FD Peoples Bank No. 57600100010799.2	30,080,532.26	27,693,901.60
17. FD Peoples Bank No. 057600100008453-3	5,000,000.00	5,000,000.00
18. FD National Savings Bank No. 2/0015/18/83615 (294361)	17,500,000.00	17,500,000.00
19. FD National Savings Bank No. 2/0015/03/23039 (294301)	22,000,000.00	22,000,000.00
20. FD Peoples Bank No. 057600100013163-4	14,628,776.17	13,208,827.24
21. FD Peoples Bank No. 057600100016776-6	75,000,000.00	75,000,000.00
22. FD Bank of Ceylon No. 83657683	22,000,000.00	22,000,000.00
23. FD National Savings Bank No. 2/0015/18/49824 (143061)	23,244,531.67	21,377,121.93
24. FD Peoples Bank No. 057600100018276-7	20,000,000.00	20,000,000.00
25. FD Peoples Bank No. 057600100018277-6	20,000,000.00	20,000,000.00
26. FD Peoples Bank No. 057600100014817-2	300,000.00	300,000.00
27. FD Peoples Bank No. 057600100017205-5	3,000,000.00	3,000,000.00
28. FD Peoples Bank No. 057600100017293-8	7,000,000.00	7,000,000.00
29. FD Peoples Bank No. 057600100017292-9	23,000,000.00	23,000,000.00
30. FD Peoples Bank No. 057600100017516-9	20,000,000.00	20,000,000.00
31. FD Bank of Ceylon No. 85326689 (1452427)	48,000,000.00	48,000,000.00
32. FD Peoples Bank No. 057600100022883-4	73,000,000.00	-
33. FD Bank of Ceylon No. 86884779- (1452524)	12,000,000.00	-
Total	**619,407,413.35**	**528,733,424.02**

NOTES TO THE FINANCIAL STATEMENTS

07. PROPERTY, PLANT & EQUIPMENT

	Land & Buildings	Furniture & Fittings	Office Equipment	Motor Vehicles	Telephones	Library Books & Periodicals	Laboratory & Teaching Equipments	Landscaping Project	Computer & Software	Sports Goods	Total	
											2020	2019
	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.
Cost												**Rstated**
As at 1st January 2020	118,868,171.15	10,579,986.59	9,509,559.31	9,800,000.00	461,243.17	37,880,992.08	7,029,224.93	7,296,651.03	32,722,548.31	970,375.00	**235,166,057.21**	**211,910,631.06**
Previos Year Adjustment	(29,784.20)	27,089.84						50,000.00				**47,305.64**
Less/Add: Capitalized											-	150,000.00
Transfer											-	
Disposal /Transfer											-	(2,946,571.00)
Additions	97,035.00	749,486.39	809,608.20			163,709.36	5,724,114.50		5,909,605.00	12,480.00	13,466,038.45	26,004,691.51
Cost as at 31 st December 2020	**118,935,421.95**	**11,356,562.82**	**10,319,167.51**	**9,800,000.00**	**461,243.17**	**38,044,701.44**	**12,753,339.43**	**7,346,651.03**	**38,632,153.31**	**982,855.00**	**248,632,095.66**	**235,166,057.21**
Less: Depreciation												
Accumulated Depreciation as at 1st January 2020	26,336,130.99	5,402,969.61	7,562,113.86	5,880,000.00	461,243.17	36,609,617.69	5,317,821.52	758,019.28	21,365,849.30	178,764.84	**109,868,736.99**	**98,933,959.12**
Previos Year Adjustment											-	
Less: Revaluation Adjustment											-	
Transfer											-	
Disposal /Transfer											-	(2,818,571.00)
Depreciation of the Year	5,941,919.36	712,963.15	820,281.09	1,960,000.00	-	601,118.59	941,838.84	367,332.55	3,770,900.03	195,271.71	15,311,625.32	13,753,348.87
Accumulated as at 31 st December 2020	**32,278,050.35**	**6,115,932.76**	**8,382,394.95**	**7,840,000.00**	**461,243.17**	**37,210,736.28**	**6,259,660.36**	**1,125,351.83**	**25,136,749.33**	**374,036.55**	**125,180,362.31**	109,868,736.99
Net Book Value as at 31 st December 2020	**86,657,371.60**	**5,240,630.06**	**1,936,772.56**	**1,960,000.00**	-	**833,965.16**	**6,493,679.07**	**6,221,299.20**	**13,495,403.98**	**608,818.45**	**123,451,733.35**	**125,297,320.22**

Amotization of Govt. Grant	299,395.52	125,899.98	648,786.36	-	-	-	169,942.86	180,935.75	1,097,854.50	149,869.00	**2,672,683.97**
	-	-	-	-	-	-	-	-	-	-	-

	2020 Rs.	2019 Rs.
07A. WORK IN PROGRESS		
Accounting Software	1,050,000.00	1,050,000.00
Renovation of Building & Construction	1,147,146.00	378,300.00
	2,197,146.00	**1,428,300.00**

08. DEFERRED INCOME		
Deferred Tuition Fees Income	15,445,148.35	4,420,791.67
Deferred Registration & Other Fees Income	159,294.80	145,800.00
	15,604,443.15	**4,566,591.67**
08.1 Summary of Aging Analysis		
Less than 01 Year	14,124,568.15	4,069,558.34
More than 01 year	1,479,875.00	497,033.33
	15,604,443.15	**4,566,591.67**

		Rstated
09. PAYABLES (Schedule D)		
(a) Deposits		
1. Science deposits	-	8,500.00
2. Library deposits	10,439,327.00	8,756,827.00
3. Retention Payable	892,749.35	892,749.35
4. Security Deposits (Bid Bond)	-	200,000.00
	11,332,076.35	**9,858,076.35**
(b) Others		
5. Foreign Student Payments	1,634.40	21,634.40
6. Others (Security deposits)	1,668.00	1,668.00
8. Other deposit - DGNC Perera (store keeper)	5,475.00	5,475.00
7. Foreign Student Research - Ghana Project	846,306.97	846,306.97
8.Creditor's A/c L.H Chandraseksrs & Brothers	-	204,775.00
9.Creditor's A/c Eser Marketing Fitness (pvt) Ltd	-	89,000.00
10.Creditor's A/c Engineering Design Centre (EDC) UOP	100,000.00	871,058.80
11.Creditor's A/c Vikto Electricals & Construction	-	370,685.48
12.Creditor's A/c UGR Engineering & Aluminum Fabricators	-	930,930.90
13.Creditor's A/c D.R. Industries (pvt) Ltd	749,486.39	
14.Creditor's A/c Base hp (pvt) Ltd	963,000.00	
	13,999,647.11	**13,199,610.90**

	2020 Rs.	2019 Rs.
10. ACCRUED EXPENSES		**Rstated**
1. Visiting lecture fees	43,328,850.00	37,365,100.00
2. Special services council	155,500.00	108,000.00
3. Examination expenses	846,667.00	1,006,823.00
4. Fuel supplies	32,408.00	39,312.00
5. Communication expenses	199,333.72	229,848.60
6. Holiday pay	-	6,099.80
7. Electricity charges	82,145.00	124,998.75
8. Uniform cloth supplies	56,762.39	76,624.97
9. Travelling expenses	2,250.00	3,510.00
10. Overtime	12,500.00	303,616.00
11. Stationery & Office Requ. Supplies	-	47,304.00
12. Travel grants to teachers	27,235.20	39,484.00
13. Field Visit	-	8,120.00
14. Cleaning Service	512,241.55	393,201.89
15. Congress Expenses	299,850.00	1,451,912.50
16. Transport Expenses	-	25,340.00
17. Stamp Duty	12,650.00	5,975.00
18. Salaries & Wages	479,400.00	108,425.70
19. Provident Fund	77,331.30	36,618.25
20. Employees Trust Fund	18,083.70	4,394.19
21. Other supplies	4,423.65	4,150.00
22. Entertainment expenses	12,295.00	35,520.00
23. Security charges	84,326.40	123,724.80
24. Water charges	2,412.00	275,189.50
25. M C Allowance	46,170.00	-
26. Printing advertisements	217,515.00	154,980.00
27. Research Facilitation Fund	91,626.62	333,263.48
28. Additional Allowance	20,520.00	-
29. Employees Welfare - Agrahara	1,200.00	-
30. Special services professional & others	41,500.00	25,000.00
31. CAP NET Project	78,747.95	112,750.00
32. Repairs Vehicles	-	46,825.00
33. FAO Project	294,554.90	-
34. Practicum Fee Expenses	43,551.00	-
35. NSF Grant (Prof BFA Basnayake)	111,336.99	-
36. Cost of Living Allowance	77,220.00	23,400.00
37. Colombo Branch Expenses	111,250.00	218,973.72
38. Course Materials	605,426.40	1,330,752.99
39. University Pension	13,087.20	-
40. IDRC Project	206,610.00	244,885.00
41. Food Security Project	540,000.00	82,000.00
42. Gratuity Payments	294,311.87	
43. Communication Allowance	4,750.00	
	49,046,042.84	**44,396,123.14**

Outstanding Liabilities for Visiting lecture fees Summary

1. Payable to Visiting lecture fees -2019 - Peradeniya	18,279,100.00
2. Payable to Visiting lecture fees -2018 - Colombo	1,850,250.00
	20,129,350.00
3. Outstanding Liabilities- Visiting lecture fees -2020 - Peradeniya	14,610,000.00
4. Outstanding Liabilities- Visiting lecture fees -2019 - Colombo	8,589,500.00
	43,328,850.00

Outstanding Liabilities for Examination Fees Summary

1. Payable to Examination Fees -2019 - Peradeniya	669,417.00
2. Payable to Examination Fees -2018 - Colombo	25,750.00
	695,167.00
3. Outstanding Liabilities- Examination Fees -(Comprehensive/Thes	44,000.00
4. Outstanding Liabilities- Examination Fees -2019 - Colombo	107,500.00
	846,667.00

Following adjustments relevant for the previous year were made according to the Sri Lanka Public sector Accounting Standard 03

Decrease in Accrued Expenses

1. Payable to Visiting lecture fees -2018	10,162,950.00
2. Payable to Examination expenses -2018	401,772.67
3. Special services , Security, Cleaning, water Charges -2019	293,893.66
	10,858,616.33

Visiting lecture fees & examination expenses relevant for 2018 which have not been claimed were adjusted to the previous year retained earnings

	2020 Rs.	2019 Rs.
11. PROVISIONS		
1. Provisions for Gratuity	15,807,139.98	14,809,630.85
2. Special services professional & others (Audit fees)	425,000.00	840,000.00
	65,278,182.82	**60,045,753.99**

Provisions for Gratuity Summary

Balance as at 31.12.2019	14,809,630.85
add: Current Year Provisions	2,497,393.00
Balance as at 31.12.2020	17,307,023.85
Less: Current Year Payments	1,499,883.87
Provisions for Gratuity as at 31.12.2020	**15,807,139.98**

	2020 Rs.	2019 Rs.
12. ACCUMULATED FUND (Schedule E)		
(a) Capital grant spent	6,486,856.79	8,659,540.76
(b) Unspent capital grant	-	-
Unspent capital grant-rehabilitation	-	-
Total	**6,486,856.79**	**8,659,540.76**

13. SURPLUS/(DEFICIT) BALANCE A/C

	2020 Rs.	2019 Rs.
Balance as at 01st January	**558,203,290.31**	**526,043,733.94**
Add;		
Previous years Decrease in Accrued Expenses - Cleaning Service and Other Charges		125,586.63
Previous years Decrease in Accrued Expenses - Audit Fee		179,110.00
Previous years Decrease in Accrued Expenses - Secretary Fees		264,000.00
Previous years Decrease in Accrued Expenses - Lecturer payment 2017-2018		10,162,950.00
Previous years Decrease in Accrued Expenses - Exam payment 2017-2018		401,772.67
Less;		
Previous years Increase in Accrued Expenses - Water Charges		95,692.97
Previous years Tuition & Registration and Other Receivables which were not received within the minimum period 2011- 2018		34,953,549.43
Previous years Tuition & Registration and Other Receivables which were not received within the minimum period 2017- 2019		6,770,800.00
Previous years Decrease in Interest Receivable 2018 (BOC)		21,362.41
Refundable Library and Science Deposit -added to previous year income		71,000.00
	558,203,290.31	**495,264,748.43**
Less: Adjustment during the year		
Add:		
(a). Amortization of Revaluation Surplus		1,581,154.28
(b). Previous year adjustment-Revaluation Surplus	43,961,723.99	
	43,961,723.99	**1,581,154.28**
	602,165,014.30	**496,845,902.71**
Add: Net surplus/(deficit) for the period	63,559,843.12	61,357,387.60
Surplus/(Deficit) - Balance B/F	**665,724,857.42**	**558,203,290.31**

13a. REVALUATION SURPLUS

	2020 Rs.	2019 Rs.
Balance as at 01st January	**64,653,138.67**	**66,234,292.95**
(a). Amortization of Revaluation Surplus	(10,345,707.34)	(1,581,154.28)
(b). Previous year adjustment-Revaluation Surplus	(43,961,723.99)	
	10,345,707.34	**64,653,138.67**

Note:-

To comply with Sri Lanka Public sector Accounting Standard no.07, Chapter 55 amortization of revaluation surplus related to previous years concerned has been adiusted in the current year.

	2020 Rs.	2019 Rs.
14. RESTRICTED FUNDS		
(c) Research grants (Schedule F)	17,623,244.48	13,760,005.40
(d) Gifts & donations (Schedule G)	-	-
(e) Others (Schedule H)	300,000.00	300,000.00
Total	**17,923,244.48**	**14,060,005.40**

Object	Foot notes	2020			2019
		Budgeted	Actual	Variations	Actual
15. OTHER INCOME					
Interest from loans		205,000.00	184,105.71	20,894.29	202,202.85
Interest from Investments	01	36,350,000.00	39,834,214.27	(3,484,214.27)	47,277,415.99
Rent from properties		245,000.00	194,650.00	50,350.00	475,790.00
Library subscription		575,000.00	697,500.00	(122,500.00)	586,500.00
Sale of produce		-	-	-	-
Re-imbursements		-	-	-	-
Miscellaneous receipts		250,000.00	310,989.00	(60,989.00)	1,298,600.92
Semester fees (Postgraduate)		5,000,000.00	4,323,403.90	676,596.10	9,804,164.26
Tuition fees (Postgraduate)	02	36,300,000.00	47,340,659.99	(11,040,659.99)	71,317,458.26
Examination fees (Postgraduate)		1,350,000.00	1,706,850.00	(356,850.00)	1,912,295.56
Sale of publications		1,000,000.00	1,010,610.00	(10,610.00)	1,268,060.00
Sale of Old Stocks		-	-	-	-
Library fines		5,000.00	4,560.00	440.00	13,985.00
Medical fees		-	-	-	-
Student welfare fees		-	-	-	-
Supervision fees		-		-	
Services rendered to outsiders		250,000.00	436,076.49	(186,076.49)	214,473.49
Workshops & Seminars		-	-	-	748,000.00
Lost Books Charges		-	-	-	-
Annual Congress Fees		1,500,000.00	1,412,369.35	87,630.65	1,891,661.70
Institution Contribution from workshop & Project	03	375,000.00	45,600.00	329,400.00	724,168.97
Others Receipts		-	-	-	-
Colombo Branch Income	**	10,250,000.00	17,350,550.00	(7,100,550.00)	11,230,350.00
Total		**93,655,000.00**	**114,852,138.71**	**(21,197,138.71)**	**148,965,127.00**

Object	Foot notes	2020			2019
		Budgeted	Actual	Variations	Actual
16. PERSONAL EMOLUMENTS					
Salaries & wages		23,944,676.00	23,808,296.12	136,379.88	20,886,647.36
U.P.F. 15% (Non pensioners)		4,282,078.00	4,069,602.50	212,475.50	3,881,247.41
University pension		2,025,231.00	1,984,207.22	41,023.78	1,726,251.15
E.T.F. 3%		1,225,461.00	1,210,759.74	14,701.26	1,087,246.64
Academic allowance		3,630,074.00	3,600,504.24	29,569.76	3,159,473.09
Research allowance		1,557,000.00	1,529,884.89	27,115.11	1,350,095.33
Special allowance 20%		-		-	
Visiting lecture fees		30,500,000.00	19,259,359.27	11,240,640.73	32,434,174.00
Cost of living allowance		4,186,200.00	4,208,401.93	(22,201.93)	4,127,038.73
Overtime		2,347,000.00	2,250,354.00	96,646.00	3,464,574.00
Holiday pay		55,000.00	37,389.00	17,611.00	53,950.30
Other allowances		-	-	-	3,974.19
Additional allowance 20%		4,413,824.00	4,353,577.64	60,246.36	3,940,139.98
Entertainment allowance		209,000.00	208,161.35	838.65	181,097.98
MC Allowance		8,798,456.00	8,704,533.88	93,922.12	7,902,858.31
Gratuity		6,000,000.00	2,497,393.00	3,502,607.00	7,016,481.00
Acting allowance		-	-	-	-
Fuel Allowance		252,000.00	246,600.00	5,400.00	240,150.00
Adjustment allowance		-	-	-	265,381.26
Communication Allowance		65,000.00	68,750.00		
Total	04	**93,491,000.00**	**78,037,774.78**	**15,453,225.22**	**91,720,780.73**
17. TRAVELING					
Travelling expenses (Domestic)		55,000.00	23,749.00	31,251.00	51,230.00
Travelling expenses (Foreign)		-	-	-	-
Total		**55,000.00**	**23,749.00**	**31,251.00**	**51,230.00**
18. SUPPLIES					
Stationery & office requisites		1,400,000.00	956,355.62	443,644.38	1,910,510.88
Fuel & lubricant		250,000.00	264,040.00	(14,040.00)	406,670.52
Uniforms including tailoring charges	05	105,000.00	74,462.39	30,537.61	104,749.97
Others		300,000.00	283,622.81	16,377.19	391,355.87
				-	
Total		**2,055,000.00**	**1,578,480.82**	**476,519.18**	**2,813,287.24**
19. MAINTENANCE					
Vehicles		375,000.00	344,103.03	30,896.97	371,732.77
Plant, machinery & equipment		600,000.00	456,185.24	143,814.76	743,986.87
Buildings		250,000.00	195,192.00	54,808.00	37,062.66
Furniture		30,000.00	27,980.00	2,020.00	8,495.00
Total		**1,255,000.00**	**1,023,460.27**	**231,539.73**	**1,161,277.30**

Object	Foot notes	2020 Budgeted	2020 Actual	2020 Variations	2019 Actual
20. CONTRACTUAL SERVICES					
Transport		25,000.00	4,000.00	21,000.00	110,790.00
Security service		550,000.00	557,107.20	(7,107.20)	692,735.55
Telecommunication		2,750,000.00	2,686,873.99	63,126.01	2,985,781.67
Postal charges		175,000.00	168,679.52	6,320.48	311,699.00
Electricity		800,000.00	681,650.59	118,349.41	869,390.73
Cleaning services		1,350,000.00	1,317,216.79	32,783.21	1,663,443.69
Water charges		120,000.00	18,342.00	101,658.00	26,964.00
Printing advertising		1,000,000.00	1,068,286.90	(68,286.90)	1,380,534.72
Others		15,000.00	10,667.50	4,332.50	9,960.00
Total		**6,785,000.00**	**6,512,824.49**	**272,175.51**	**8,051,299.36**
21. DEPRECIATION OF FIXED ASSETS					
Buildings (Including structures)			5,941,919.36		5,514,970.41
Office equipment			820,281.09		871,304.18
Laboratory & Teaching equipment			941,838.84		703,738.59
Library books & periodicals			601,118.59		750,193.51
Furniture & fittings			712,963.15		557,998.65
Motor vehicles			1,960,000.00		1,960,000.00
Telephone Systems			-		76,388.63
Computer & Software			3,770,900.03		2,818,861.02
Landscaping Projects			367,332.55		333,595.29
Sports Equipment			195,271.71		166,298.59
Total			**15,311,625.32**		**13,753,348.87**
22. OTHER RECURRENT EXPENDITURE					
Travel grant to university teachers		250,000.00	291,448.80	(41,448.80)	615,134.00
Special services - council & committees		1,275,000.00	1,467,588.00	(192,588.00)	1,884,082.36
Special services - professional & other fees		1,400,000.00	1,132,577.95	267,422.05	1,203,244.20
Academic research & publications		60,000.00	85,665.00	(25,665.00)	304,132.20
Staff development		-	-	-	99,933.23
Employees Welfare & Medical Assistance		90,000.00	112,000.00	(22,000.00)	188,424.00
Holiday warrants		5,000.00	3,800.00	1,200.00	7,090.00
Entertainment expenses		200,000.00	192,604.25	7,395.75	300,969.00
Sports Activities		-	-	-	-
Bank charges		700,000.00	598,439.75	101,560.25	505,270.59
Awards & indemnities		6,000.00	6,000.00	-	40,022.00
Co-operate Planning, Governance & Outreach			-	-	-
Examination fees		2,000,000.00	1,736,667.72	263,332.28	2,862,053.00
Workshops & Seminars		-	-	-	985,152.47
Interest subsidy on property loan		125,000.00	124,426.76	573.24	160,939.62
Stamp dues		25,000.00	23,550.00	1,450.00	18,425.00
Orientation Expenses		-	-	-	327,722.00
Bench / practicum fees expenses	06	1,200,000.00	63,551.00	1,136,449.00	421,596.85
Other recurrent expenses		-	-	-	-
Other Capital Expenditure - Recurrent Nature			4,396,912.99	(4,396,912.99)	10,921,953.82
Students welfare, Student Councils & Social Harmony		-	-	-	-
Contributions & Membership Fees		3,000.00	3,000.00	-	3,000.00
Convocation Expenses		500,000.00	-	500,000.00	500,000.00
Colombo Branch Expenditure	**	10,250,000.00	10,051,705.00	198,295.00	10,909,248.66
Field Visit		25,000.00	32,835.00	(7,835.00)	50,740.00
Grants to other Organization		-	-	-	256,035.88
Assets Disposal Accounts			-		128,000.00
		18,114,000.00	**20,322,772.22**	**(2,208,772.22)**	**32,693,168.88**

23 . COLOMBO BRANCH **

Income & Expenditure Statement for the year ended 31 st December 2020

Income	
Tuition Fee Income & Pre-requisite	16,723,750.00
Semester Fees	540,800.00
Annual Congress	86,000.00
Total Income	**17,350,550.00**
Expenditure	
Transport	111,426.88
Hiring Lecture Halls	111,250.00
Examination fees	168,725.00
Visiting lecture fees	9,650,703.12
Field Visit & Other Payments	9,600.00
	10,051,705.00
Net surplus/(deficit) for the period	**7,298,845.00**

Foot Notes

01 Interest from investments has been exceeded due to new investments made at the end of the previous year and the higher fixed deposits interest rates were received for the deposits matured during first half of the year.

02 Tuition fees income has been exceeded due to increase in number of students registered both in Peradeniya and Colombo branches of PGIA than expected and many students have commenced research projects.

03 Institutional contribution received from workshops and projects has been reduced due to non completion of the projects within the expected period with affect of Covid 19 pandemic.

04 Personal emoluments have been reduced due to reduction in visiting lecture fees as only one semester has been conducted during the year 2020 and reduction in gratuity provision than expected with the actuarial valuation of gratuity provision complying with Sri Lanka Public Sector Accounting Standard no. 19.

05 Uniforms including tailoring charges cost has been reduced due to reduction in three employees in the carder who entitled uniforms.

06 Bench fee payment has not been made to the faculty of Agriculture on the request of Boards of study and kept with PGIA but practicum fees have been committed for purchase of chemicals and a laboratory equipment which couldn't be completed as expected due to Covid 19 epidemic.

TRIAL BALANCE AS AT 31. 12 .2020

Ldg No	Name of Account	Debit	Credit
		Rs.	Rs.
01	Capital Grant Spent A/C		6,486,856.79
02	Capital Grant Reserve - Library Books	-	
03	Capital Grant Reserve - Lab &Teaching Equipment	-	
04	Capital Grant Reserve - Office Equipment	-	
05	Capital Grant Reserve - Furniture & Fittings	-	
06	Capital Grant Reserve - Sports Good	-	
07	Capital Grant Reserve - Telephone Systems	-	
08	Capital Grant Reserve - Motor Vehicle A/C	-	
09	Capital Grant Reserve - Computer & Software	-	
10	Capital Grant Reserve - Rehabilitation Building (2601)	-	
11	Capital Grant Reserve - Rehabilitation(2602)	-	
12	Capital Grant Reserve - Rehabilitation Vehicle(2604)	-	
13	Capital Grant Reserve - Rehabilitation Landscaping Project(2609	-	
14	Capital Grant Reserve - Construction Project		-
15	Contribution to Capital Outlay		-
16	General Reserve of the Institute (B/F)		632,940,206.54
17	NSF Grant - Prof. BFA Basnayake		43,528.81
18	CAP NET Project (Prof. E.R. N.Gunawardana)		2,015,247.99
19	NSF Grant Dr. D.A.N. Dharmasena		-
20	APAARI Project		505,252.94
21	I.D.R.C. Grant (Dr Dayawansa)		1,260,629.19
22	Utilization of crop wild relative - Egg Plant		49.60
23	Jochim Memorial Account		300,000.00
24	Annual Congress Expenses (Strengthening Research) A/C		-
25	Course materials (Student Centered Learning) A/C		-
26	Research Facilitation Fund (Strengthening Research)		-
27	Leadership Deva. Outbound Training		-
28	Competency Building & Capacity Enhancement (HRCD)		-
29	Ministry of Plantation Industries		354,200.93
30	I.D.R.C. Grant (NEW) (Dr. Dayawansa)		10,442,528.45
31	Food Security & Vulnerability Project		1,403,846.47
32	FAO Project		1,597,960.10
33	Main Building (Building No. 01)	39,079,980.93	
34	Class Room Building (Building No. 02)	70,212,700.90	
35	Lands Garage & Cycle Shed	100,000.00	
36	Office Equipment	10,319,167.51	
37	Lab. & Teaching Equipment	12,753,339.43	
38	Furniture & Fittings	11,356,562.82	
39	Library Books & Periodicals	38,044,701.44	
40	Telephone Systems	461,243.17	
41	Motor Vehicles	9,800,000.00	
42	PGIA Guest House	5,886,681.75	
43	PGIA Toilet Block	3,656,058.37	
44	Landscaping Project	7,346,651.03	
	C/F	**209,017,087.35**	**657,350,307.81**

	B/F	**209,017,087.35**	**657,350,307.81**
45	Computer & Software	38,632,153.31	
46	Sports Goods	982,855.00	
47	Other Capital Assets - Recurrent Nature	-	
48	Work in Progress -Account Software	1,050,000.00	
49	Work in Progress - Renovation of Building & Construction	1,147,146.00	
50	Fixed Deposits Accounts - (057600100016492-9) A/C	20,000,000.00	
51	Fixed Deposits Accounts - (057600100014817-2) A/C	300,000.00	
52	Fixed Deposits Accounts - (057600100010606-5) A/C	5,000,000.00	
53	Fixed Deposits Accounts - (057600100003911-0)	22,932,217.56	
54	Fixed Deposits A/c BOC (1344279) 773545 (2-001585-1)	1,416,355.69	
55	Fixed Deposits Account - (05760010008453-3) A/C	5,000,000.00	
56	Fixed Deposits Accounts- (057600100014576-3) A/C	20,000,000.00	
57	Fixed Deposits Accounts- (057600100010799-2) A/C	30,080,532.26	
58	Fixed Deposits Account BOC (8826295)	6,600,000.00	
59	Fixed Deposits Accounts(057600100012025-4) A/C	25,000,000.00	
60	Call Deposits Account Capital Account	-	
61	Call Deposits Account Recurrent Account	-	
62	Fixed Deposits Accounts- (057600100009281-9)	10,000,000.00	
63	Fixed Deposits Accounts- - (057600100009545-1)	29,700,000.00	
64	Fixed Deposits Accounts- (057600100016494-7)	8,000,000.00	
65	Fixed Deposits Accounts- PB (057600100017204-6) A/C	12,000,000.00	
66	Fixed Deposits Accounts- (057600100017230-4)	6,000,000.00	
67	Fixed Deposits Accounts- D.G.C.N. Perera (Store Keeper)	5,000.00	
68	Fixed Deposits Accounts- P.B (057600100015286-1) A/C	7,000,000.00	
69	Call Deposits Account - BOC (83658525 -1357704)	2,000,000.00	
70	Call Deposits Account - BOC (83658554 -1357705)	3,000,000.00	
71	Fixed Deposits Accounts- (057600100016493-8)	10,000,000.00	
72	Fixed Deposits Accounts- P.B (057600100017205-5) A/C	3,000,000.00	
73	Fixed Deposits Accounts- 2/0015/18/83615 (294361 NSB) A/C	17,500,000.00	
74	Fixed Deposits Accounts- 2/0015/03/23039 (294301 NSB) A/C	22,000,000.00	
75	Fixed Deposits Accounts- (057600100013163-4) A/C	14,628,776.17	
76	Fixed Deposits Accounts- P.B (057600100016776-6) A/C	75,000,000.00	
77	Fixed Deposits Accounts- (057600100017293-8) A/C	7,000,000.00	
78	Fixed Deposits Accounts- (83657683 BOC) A/C	22,000,000.00	
79	Fixed Deposits Accounts- 2/0015/18/49824 (NSB) A/C	23,244,531.67	
80	Fixed Deposits Accounts- 057600100018276-7	20,000,000.00	
81	Fixed Deposits Accounts- 057600100018277-6	20,000,000.00	
82	Fixed Deposits Accounts- P.B (057600100017292-9) A/C	23,000,000.00	
83	Fixed Deposits Accounts- P.B (057600100017516-9) A/C	20,000,000.00	
84	Fixed Deposits Accounts- BOC 85326689 (1452427) A/C	48,000,000.00	
85	Call Deposits Accounts- 057600100022884-3 (Recurrent)	2,000,000.00	
86	Call Deposits Accounts- 057600100022885-2 (Recurrent)	2,000,000.00	
87	Fixed Deposits Accounts- P.B (057600100022883-4) A/C	73,000,000.00	
88	Fixed Deposits Accounts-BOC 86884779 - (1452524) A/C	12,000,000.00	
89	Interest Receivable	10,654,324.19	
90	Tuition Fees Receivable	12,549,330.00	
	C/F	**902,440,309.20**	**657,350,307.81**

B/F	**902,440,309.20**	**657,350,307.81**
91 Registration & Other Fees Receivable	1,029,600.00	
92 Transport Charges Receivable	74,431.98	
93 Income Receivable	56,215.00	
94 Payee Tax Receivable	55,248.84	
95 Security and Other Deposits	192,800.00	
96 Stock	1,976,038.61	
97 Text Books & PGIA Publication	546,116.00	
98 Staff Loans	40,120.00	
99 Distress Loans	4,270,328.99	
100 Transport Loans	89,068.00	
101 Festival Advance	-	
102 Computer Loan	98,000.00	
103 PF Loan	-	
104 Books in Transitive A/C	-	
105 Research Advances	-	
106 Miscellaneous Advances	-	
107 Capital Advance	40,000.00	
108 Mobilization Advance	-	
109 Cash Book Balance A/ -057-1-001-3-1338027 (Recurrent)	1,360,054.32	
110 Cash Book Balance A/C - 0001273337 (Research)	3,363,911.86	
111 Cash Book Balance A/C- 0571-00-1-3-1338032 (Capital)	4,842,912.01	
112 Pre Payment	68,146.61	
113 Library Deposits		10,439,327.00
114 Science Deposits		-
115 Cancelled Cheque A/C		-
116 Other Deposit - DGNC Perera (store keeper)		5,475.00
117 Outstanding Liabilities-Visiting Lecture Fees		43,328,850.00
118 Outstanding Liabilities-Examination Fees A/C		802,667.00
119 Outstanding Liabilities-Special Service		155,500.00
120 Outstanding Liabilities- Field Visit		-
121 Outstanding Liabilities-Salary & Wages		479,400.00
122 Outstanding Liabilities- Holiday Pay		-
123 Outstanding Liabilities- Communication Expenses		199,333.72
124 Outstanding Liabilities-Travelling Expenses Local		2,250.00
125 Outstanding Liabilities-Employees Trust Fund		18,083.70
126 Outstanding Liabilities-Exam Fees (Comprehensive/Thesis Defense)		44,000.00
127 Security Deposits A/C		1,668.00
128 Tender Deposits A/C		-
129 Security Deposits (Bid Bond)		-
130 Outstanding Liabilities- Cost of Living Allowance		77,220.00
131 Outstanding Liabilities- Provident Fund		77,331.30
132 Outstanding Liabilities- Security Service		84,326.40
133 Outstanding Liabilities- Electricity Charges		82,145.00
134 Outstanding Liabilities- Overtime		12,500.00
135 Outstanding Liabilities-Travel Grants to Teachers		27,235.20
136 Outstanding Liabilities- Stationery & Office Requ. Supplies		-
C/F	**920,543,301.42**	**713,187,620.13**

	B/F	**920,543,301.42**	**713,187,620.13**
137	Outstanding Liabilities- Transport Expenses		-
138	Outstanding Liabilities-Research Facilitation Fund		91,626.62
139	Outstanding Liabilities-Water Charges		2,412.00
140	Provisions For - Gratuity Expenses		15,807,139.98
141	Provisions for S. S. professional & others (Audit Fees)A/C		425,000.00
142	Outstanding Liabilities- Special Services professional & others A/C		41,500.00
143	Outstanding Liabilities- Fuel Supplies		32,408.00
144	Outstanding Liabilities- Cleaning Service		512,241.55
145	Outstanding Liabilities- Uniform Supplies		56,762.39
146	Outstanding Liabilities- Congress Expenses		299,850.00
147	Outstanding Liabilities- Additional Allowance		20,520.00
148	Outstanding Liabilities- Stamp Duty		12,650.00
149	Outstanding Liabilities- Other Supplies		4,423.65
150	Outstanding Liabilities- Colombo Branch Expenses		111,250.00
151	Outstanding Liabilities- Entertainment Expenses		12,295.00
152	Outstanding Liabilities- M C Allowance		46,170.00
153	Outstanding Liabilities- Printing & Advertisement		217,515.00
154	Outstanding Liabilities- University Pension		13,087.20
155	Outstanding Liabilities- Employees Welfare - Agrahara		1,200.00
156	Outstanding Liabilities- CAP NET Project		78,747.95
157	Outstanding Liabilities- Repairs Vehicles		-
158	Outstanding Liabilities- Practicum Fee Expenses		43,551.00
159	Outstanding Liabilities- NSF Grant (Prof BFA Basnayake)		111,336.99
160	Outstanding Liabilities- FAO Project		294,554.90
161	Outstanding Liabilities- IDRC Project		206,610.00
162	Outstanding Liabilities- Food Security Project		540,000.00
163	Outstanding Liabilities- Course Materials		605,426.40
164	Outstanding Liabilities- Gratuity Payments		294,311.87
165	Outstanding Liabilities- Communication Allowance		4,750.00
166	Accumulated Depreciation-Buildings		32,278,050.35
167	Accumulated Depreciation-Office Equipment		8,382,394.95
168	Accumulated Depreciation - Lab & Teaching Equip		6,259,660.36
169	Accumulated Depreciation - Landscaping Project		1,125,351.83
170	Accumulated Depreciation -Library books		37,210,736.28
171	Accumulated Depreciation -Furniture & fittings		6,115,932.76
172	Accumulated Depreciation- Telephone Systems		461,243.17
173	Accumulated Depreciation- Motor Vehicle		7,840,000.00
174	Accumulated Depreciation- Computer Software		25,136,749.33
175	Accumulated Depreciation- Sports Equipment		374,036.55
176	Amortization of Govt. Grant on Value of Fixed Assets		2,672,683.97
177	Amortization of Revaluated Surplus		10,345,707.34
178	Retention Payable A/C		892,749.35
179	Creditor's A/c L.H Chandraseksrs & Brothers		-
180	Creditor's A/c Eser Marketing Fitness (pvt) Ltd		-
181	Creditor's A/c Engineering Design Centre (EDC) UOP		100,000.00
	C/F	**920,543,301.42**	**872,270,256.87**

B/F	**920,543,301.42**	**872,270,256.87**
182 Creditor's A/c Vikto Electricals & Construction		-
183 Creditor's A/c UGR Engineering & Aluminum Fabricators		-
184 Creditor's A/c D.R. Industries (pvt) Ltd		749,486.39
185 Creditor's A/c Base hp (pvt) Ltd		963,000.00
186 Surplus on Property revaluation A/C		10,345,707.34
187 Deferred Registration & Other Fees Income		159,294.80
188 Deferred Tuition Fees Income		15,445,148.35
189 Foreign Student Research - Ghana Projects		846,306.97
190 Foreign Student Payment		1,634.40
191 Salary Control	-	-
192 Salaries & Wages	23,808,296.12	
193 Other Allowances	-	
194 Additional Allowance	4,353,577.64	
195 Research Allowance (Academic) A/C	1,529,884.89	
196 Book(Academic) Allowance	3,600,504.24	
197 Special Allowance 15% A/C	-	
198 Cost of Living Allowance A/C	4,208,401.93	
199 University Provident Fund	4,069,602.50	
200 Employees Trust Fund	1,210,759.74	
201 University Pension Fund	1,984,207.22	
202 Entertainment Allowance A/C	208,161.35	
203 MC Allowance	8,704,533.88	
204 Fuel Allowance	246,600.00	
205 Acting Allowance	-	
206 Gratuity	2,497,393.00	
207 Adjustment Allowance	-	
208 Communication Allowance	68,750.00	
209 Awards & Indemnities A/C	6,000.00	
210 Stamp Dues	23,550.00	
211 Salary Advance	-	
212 Overtime A/C	2,250,354.00	
213 Holiday Pay	37,389.00	
214 PG Research & Scholarship A/C	-	
215 Supplies & Requisites-Stationary & Office Requisites	956,355.62	
216 Supplies & Requisites-Fuel & Lubricant	264,040.00	
217 Supplies & Requisites-Chemical & Glassware	-	
218 Supplies & Requisites-Uniforms Supplies & Tailoring Charges /	74,462.39	
219 Supplies & Requisites-Mechanical & electrical goods	-	
220 Supplies & Requisites-Medical	-	
221 Supplies & Requisites-Others	283,622.81	
222 Minor Repairs & Maintenance of Equipment	456,185.24	
223 Minor Repairs & Maintenance of Vehicles	344,103.03	
224 Minor Repairs & Maintenance of Building Structure	195,192.00	
225 Minor Repairs & Maintenance of Furniture	27,980.00	
226 Minor Repairs & Maintenance of Others	-	
227 Transport Charges	4,000.00	
C/F	**981,957,208.02**	**900,780,835.12**

B/F	**981,957,208.02**	**900,780,835.12**
228 Communication Expenses A/C	2,686,873.99	
229 Electricity Charges	681,650.59	
230 Printing & Advertisements	1,068,286.90	
231 Special Services Mgt.	1,467,588.00	
232 Examination Fees	1,736,667.72	
233 Entertainment Expenses	192,604.25	
234 Security Charges	557,107.20	
235 Holiday Warrants	3,800.00	
236 Academic Research & Publications	85,665.00	
237 Staff Development	-	
238 Bank Charges	598,439.75	
239 Visiting Lecture Fees	19,259,359.27	
240 Travelling Expenses-(local)	23,749.00	
241 Travelling Expenses (Foreign) A/C	-	
242 Other Contractual Services	10,667.50	
243 Special Service professional & Other Activities	1,132,577.95	
244 Other Recurrent Expenses A/C	-	
245 Cleaning Charges A/C	1,317,216.79	
246 Water Charges A/C	18,342.00	
247 Travel Grants to University Teachers	291,448.80	
248 Postal Charges	168,679.52	
249 Rental & Hire Charges A/C	-	
250 Rates & Taxes Expenses A/C	-	
251 Workshops & Seminar Account	-	
252 Employees Welfare & Medical Assistance	112,000.00	
253 Sports Activities A/C	-	
254 Corporate Planning	-	
255 Orientation Expenses	-	
256 Financial Expenditure	-	
257 Bench / practicum fees expenses	63,551.00	
258 Interest subsidy on property loan	124,426.76	
259 Other Capital Expenditure - Recurrent Nature	4,396,912.99	
260 Students welfare, Student Councils & Social Harmony	-	
261 Convocation Expenses	-	
262 Colombo Branch Expenditure Account	10,051,705.00	
263 Contributions & Membership Fees	3,000.00	
264 Field Visit Expenditure	32,835.00	
265 Grants to other Organization	-	
266 Assets Disposal Accounts	-	
267 Government Grant Recurrent Expenditure		58,500,000.00
268 Government Grant Capital Expenditure		-
269 Government Grant Rehabilitation Expenditure		-
270 Interest from Investments		39,834,214.27
271 Interest from Loan & Advances A/C		184,105.71
272 Tuition Fees		47,340,659.99
273 Semester Fees		4,323,403.90
C/F	**1,028,042,363.00**	**1,050,963,218.99**

B/F	**1,028,042,363.00**	**1,050,963,218.99**
274 Examination Fees		1,706,850.00
275 Miscellaneous Receipts		310,989.00
276 Sale of Publications		1,010,610.00
277 Library Fines		4,560.00
278 Services rendered to outsiders		436,076.49
279 Other Receipts		-
280 Annual Congress Income		1,412,369.35
281 Workshops & Seminar		-
282 Rent from Properties		194,650.00
283 Library Subscription		697,500.00
284 Transfer of funds		-
285 Sale of Old Stocks A/C		-
286 Sale of Produce A/C		-
287 Institution Contribution from workshop & Project		45,600.00
288 Lost of Library Books A/C		-
289 Colombo Branch Income		17,350,550.00
290 Depreciation - Buildings	5,941,919.36	
291 Depreciation - Office Equipment	820,281.09	
292 Depreciation - Library books	601,118.59	
293 Depreciation - Furniture & fittings	712,963.15	
294 Depreciation - Lab & Teaching equipment	941,838.84	
295 Depreciation - Landscaping Project	367,332.55	
296 Depreciation - Motor Vehicles	1,960,000.00	
297 Depreciation - Telephone Systems	-	
298 Depreciation - Computer & Software	3,770,900.03	
299 Retained Earnings Account		(30,778,985.51)
300 Depreciation - Sports Equipment	195,271.71	
TOTAL	**1,043,353,988.32**	**1,043,353,988.32**

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NATIONAL AUDIT OFFICE

CLP/KD/J/PGIA/2021/12

Director
Postgraduate Institute of Agriculture

Report of the Auditor General on the Financial statements and other legal and regulatory requirements of the Postgraduate Institute of Agriculture for the year ended 31 December 2020 in terms of sub section 12 of the National Audit Act No. 19 of 2018

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1. Financial Statements

1.1 Opinion

The Audit of the financial statements of the Postgraduate Institute of Agriculture for the year ended 31 December 2020 comprising the Statement of Financial Position as at 31 December 2020 and the statement of financial performance , statement of changes in equity and cash flow statement for the year then ended and 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 National Audit Act no.19 of 2018 and the Finance Act no. 38 of 1971. My report would be tabled at the Parliament in due dates in complying with section 154(6) of the Constitution of the Democratic Socialist Republic of Sri Lanka.

In my opinion the financial statements give a true and fair view of the financial position of the Postgraduate Institute of Agriculture as at 31 December 2020 and its financial performance and cash flows for the year then ended in accordance with Sri Lanka Public Sector Accounting Standards.

1.2 Basis for the opinion

I have done the audit in accordance with the Sri Lanka Auditing standards. My responsibility under those auditing standards has been further explained at Auditor's responsibility on auditing financial statements in this report. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my Audit opinion.

1.3 Other information included in the Annual Report for the year 2020 of the Postgraduate Institute of Agriculture

The information included in the Annual Report for the year 2020 which would be expected to handover to me after the date of the Audit Report of the Postgraduate Institute of Agriculture but not included in the financial statements and my audit report on that behalf are expressed as other information. .Management should responsible for these other information.

My opinion on Financial Statements does not cover the other information and I'm not expressed any guaranty or opinion in anyway in that regard.

My responsibility with regard to my audit on financial statements is to read when I received the above identified other information and to consider whether there is any significant inappropriateness in other information with financial statements or auditing or with my knowledge obtained in other way

While reading the Annual Report – 2020 of the Postgraduate Institute of Agriculture, if I decided that there are substantial misstatements in it, those matters should be communicated to the Controlling Authorities to correct. If there are errors further without correcting, it would be included in the report which I table at the Parliament in due dates complying with section 154 (6) of the Constitution of the Democratic Socialist Republic of Sri Lanka.

1.4 Responsibility of the Management and Controlling Authorities for the financial statements

It is the responsibility of the management to prepare these financial statements in accordance with Sri Lanka Public sector Accounting Standards and to make fair presentation of them and to decide internal controls 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.

It is the responsibility of management to decide the ability of going concern of the Institute in preparing financial statements. Management is responsible for preparing accounts in going concern basis and for disclosing matters related to going concern except in the case of the idea of liquidation of the company by the Management or taken steps to cease the operations as there is no any other alternative.

The responsibility of examining the financial reporting process of the institute should be borne by the controlling parties.

Accounting books and records related to institutional income, expenses, assets and liabilities should be maintained in order, according to sub section 16 (1) of the National Audit Act, No.19 of 2018.

1.5 Auditor's responsibility on Auditing financial statements

My responsibility is to express an opinion and issue the audit report giving assessment on that these financial statements are free from material misstatements arisen from frauds and errors. Reasonable assurance is a high standard certification but it is not always certified for disclosing all the material misstatements in carrying on audit with complying to Sri Lanka public sector Accounting standards. Material misstatements can happen due to frauds and errors alone or as a whole and it is expected it would be an effect on economic decisions taken by the end users of the financial statements.

I have done the audit with professional judgement and professional doubtfulness in complying with Sri Lanka Auditing Standards. Further,

- Designing suitable audit procedures for detecting and assessing material misstatements in the financial statements arisen due to frauds and errors and obtain sufficient and appropriate audit evidences to prevent risks related to them is based to my opinion. The effect of fraud is more significant than that of material misstatement as the fraud can happen due to disorganization, preparation of fraudulent documents, intentional deviation or deviation from internal controls.

- It has been obtained knowledge on internal control system of the institution to prepare suitable internal control procedures but it is not expressed an opinion on effectiveness of internal controls.

- It was assessed the reasonability of the applied accounting policies and accounting estimates and the suitability of related disclosures made by management.

- It has been decided the relevancy of applying going concern of the institute for accounting purpose, based on audit evidences on whether there was a significant uncertainty of going concern of the institute due to events and situations. If I decided that there was a significant uncertainty, attention of my audit report should be paid on disclosures in the financial statements and if it was not sufficient my audit opinion should be adjusted. But, due to future events and incidents, going concern would be ended.

- It has been appreciated the appropriateness and fairness of the inclusion of transactions and events based to the structure and contents of the financial statements and the whole presentation of financial statements with disclosures.

  Management was informed about the important audit findings and major internal control weaknesses and other matters identified during my audit.

2. Report on other legal and regulatory requirements

2.1 Special provisions are made in the National Audit Act no. 19 of 2018 for the following requirements.

2.1.1 As per requirements mentioned in the sub section 12 (a) in the National Audit Act of no.19 of 2018, I have obtained all the information and explanations required for auditing and can confirm that financial statements were properly maintained by the Institute.

2.1.2 As per sub section 6(1) (d) (iii) of National Audit Act no.19 of 2018, financial statements were consistent with the previous year.

2.1.3 As per sub section 6 (1) (d) (iv) of National Audit Act no.19 of 2018, my recommendations for the previous year were included in the submitted financial statements.

2.2 It has not been noted to my attention to make following expressions within the limits of procedures followed, evidences obtained and significant matters happened.

2.2.1 As per sub section 12 (d) of the National Audit Act no.19 of 2018, a member of the Board of Management has a relationship with the institutional agreements directly or indirectly out of the normal cause of business.

2.2.2 As per sub section 12 (f) of the National Audit Act no.19 of 2018, actions have been taken without complying the relevant written law or common or special orders issued by the Board of Management except to following observations.

Reference to rules and regulations	Observations
(a) Paragraph no. 8.2.2 of the public Enterprises Circular no. PED/12 dated 02 June 2003	Though the excess money should be invested in fixed Deposits, Treasury Bills & short term investments with the approval of the Minister of Finance, it has been invested Rs. 85,000,000.00 in two fixed deposits and Rs. 4,000,000.00 in two call deposits without complying it.
(b) Financial Regulations of the Democratic Socialist Republic	Though it has to be carried out inventory verifications annually,

of Sri Lanka Financial Regulation no. 757	it has not been conducted inventory verification at the library of the Postgraduate institute of Agriculture after 2016.

2.2.3 As per the requirement of the sub section 12 (g) of the National Audit Act no.19 of 2018, acted not complying with powers, duties and activities of the Postgraduate Institute.

2.2.4 According to the requirements of the sub section 12 (h) resources of the institute have not been utilized effectively and efficiently within the time limits complying with rules and regulations and making procurements.

2.3 **Other Matters**

(a) Four construction projects which would be expected to complete within the year under review, amounting to Rs. 31,107,047.00 have not been functioned.

(b) Student registration fees of Rs. 11,160,670 and course fees of Rs. 17,432,712 were in areas for 3 to 10 years period at the end of the year concerned.

(c) It has been signed a contract for designing of a computerized accounting package with a private company for a price of Rs.2,100,000.00 in 2017 and have paid Rs. 1,050,000 as an advance payment, but it has not been established yet though the time lapsed more than 2 years than the contractual period.

(d) It has been shown Rs. 628,407,413 as the fixed deposit balance as at 31st December of the year under review due to invest in excess funds though the Treasury has provided recurrent and capital grants annually. So, Management should pay their attention to reduce the postgraduate course fees allowing opportunities for more students to follow postgraduate courses.

W.P.C. Wickramarathne
Auditor General

22.04.2021

Assistant Auditor General
Assistant Auditor General Office

Replies to the draft audit report of the Assistant Auditor General on the Financial statements and other legal and regulatory requirements of the Postgraduate Institute of Agriculture for the year ended 31 December 2020 in terms of sub section 12 of the National Audit Act No. 19 of 2018

01	**Financial Statements**	
1.2	**Basis for the Opinion**	**Answer to the Auditor Generals' Report**
(a)	According to the Sri Lanka Public sector Accounting Standard no.2 non-financial change has to be adjusted to the surplus or deficit but provision for Audit fees amounting to Rs. 425,000.00 has not been mentioned under non-financial change.	According to the Sri Lanka Public sector Accounting standard no.02 , not the non-financial change but the value of the non-financial transactions should be adjusted to the surplus or deficit. Here non-financial transactions mean the transactions which are not intervened to the cash flows during the current period. Accordingly, it was included a cash flow in the provision for Audit fees. Here, during the year 2020 it has been paid Rs. 840,000.00 which was a provision for Audit fees in the previous year. It is a cash flow and its difference has been included in the cash flow statement under the change in the value of Accrued expenditure and provisions. The payment of Audit fees for the year has been shown in the Cash Flow Statement under the Financing Activities.
(b)	Though the annual interest on investments for the year under reviewed was Rs. 39,800,523, it has been mentioned in the Statement of Financial Performance as Rs. 39,834,214 under other earnings making Rs. 33,691 excess in the annual interest.	According to the University Grants Commission Circular issued in 2019 informing that Universities and Higher Education Institutes are tax free and so advising to collect the withholding tax on interest on investments deducted from 15^{th} March 2018 by respective Banks. So, the withholding tax amounts deducted have been refunded to the Institution. Here, the bank of Ceylon has refunded

		Withholding Tax related to two Fixed deposits twice making Rs. 33,691 more in the account. It was being discussed with the bank to clear this amount and steps are taken accordingly. Until that this amount is shown in the account.
(c)	It has been accounted Rs. 45,000 less in Receivables in Course fees income at the end of the year under reviewed.	Receivables in Course fees amount is calculated by readjusting the information obtained from students' information system in the MIS in segregating course and the academic year wise. Accordingly, Rs. 45,000 of course fees relevant for the last semester of a student registered in 2018 to follow M.Sc. (CW & R) has been included in the schedule as a receivable. Later, it has been identified that the Student Information system has not been updated though the payment was done by the student and at the final calculation it has not been entered in the Receivables in course fees and Receivable Age Analysis. The money received has been taken in to the income and hence income statement is accurate. Further to mention that the minimum period of the 2018 - 2nd semester students has been extended up to January 2021.
(d)	According to the 71st paragraph of the Sri Lanka Public Sector Accounting Standard no.1, it has not been adjusted year end library deposits amounting to Rs. 10,439,327 as current and non-current liabilities to the statement of Financial Position.	Library deposit is a liability which has to be paid in demand. The practical situation of this is that students could complete the postgraduate degree, leave the degree programme, upgrade the degree or downgrade the degree at any time within the minimum and maximum period of the approved academic period. So, it is difficult to decide definite time of the receiving request of refund. Accordingly, if it has been completed a postgraduate degree {M.Sc.(CW&R)} with 2 years minimum period by one year doing only course work dropping the research part, the non-current liability would become a current liability. That would be a complex process. According to the 71st paragraph of the Sri Lanka Public Sector Accounting Standard no.1, it has been mentioned that the current and non current liabilities

		have to be identified and shown. But 74th paragraph of the same standard allows to present according to liquidity and 81st paragraph says that if it cannot be identified ordinary operating cycle of the Institute clearly, it can be assumed the time period as 12 months in categorising liabilities. So, it is accurate in presenting library deposits as current liabilities in the Financial Statements because library deposits cannot be identified clearly and accurately as current and non current liabilities.
(e)	Rs. 849,307 of accrued expenditure under Ghana Project which comes forward more than 5 years period has not been cleared even at the year end under reviewed,	The mentioned amount of Ghana Project has been accounted as a balance to be cleared under current liabilities and not an accrued expenditure. As per the Agreement of the Ghana Project, in the year 2014, Yeshua Tech Institution has paid Rs. 1,188,706.97 out of the total income received from registration fees and course fees of the students enrolled, to the Postgraduate Institute of Agriculture for the service in this regard. In the year 2015, it has been spent Rs. 339,400.00 for the air tickets of the lecturers assigned, complying to the agreement. Another Rs. 3,000.00 has been paid as legal fees in the year 2017 and balance has shown in a fund account. That is not a payment received for the foreign students' research activities. Having deducted the expenses made by the institution, it has been shown Rs. 846,306.97 in the project account as at 31.12.2017.Accounting for this money would be done in future based on the decisions taken at the time of termination of the project agreement. There has not been taken a final decision in this regard by the time 31.12.2020 and still trying to contact Yoshua Tech Institution via relevant Ambassador's office.

2.2	**Non compliance with relevant written laws, regulations and management decisions as per the requirements of the 12 (f) sentence of the National Audit Act , no.19 of 2018**	
(a)	Reference to rules and regulations **Financial Regulations of the Socialist Republic in Sri Lanka** **Financial Regulation 757** **Observations** Though it has to be conducted inventory verification annually, it has not been conducted for the library of the Postgraduate Institute of Agriculture after 2016/2017.	Though it has not been conducted annual inventory verifications for the library maintained by the Postgraduate Institute of Agriculture and the Faculty of Agriculture, Postgraduate Institute of Agriculture has conducted an inventory verification after 2016/2017. It has been done in the year 2017/2018 and reported that there were 399 untraced books. The list of that 399 books were tabled at the Audit Committee held during that year and Audit Committee requested to submit all the information i.e. acquisition numbers, book titles, Authors, prices and year of publication etc. of the books in the library including the books in the list also. By this time, that information has been kept as files in the excel software. Due to that, 98% of the total books in the library has been updated at present and it can be expressed that the annual board of surveys can be conducted in future as required. By this time, it has been already started the physical verification of library books having appointed the committee with the composition recommended by the Internal Audit Division and in the latter stage now. Two observers from the Internal Audit Division has been included in this stock verification committee.
	Financial Regulation 396 (d) **Observation** It has not complied to the financial regulations regarding unpresented 17 cheques amounting to Rs. 42,470 and exceeded the period more than 6 months.	According to the government financial regulation no.396, unpresented cheques for a period of more than 6 months from the date of issued have to be adjusted to the income. But the cheques issued during January and February 2020, got extended validity period of another 2 months by the Banks due to covid 19 situation of the country. So, considering theses two months period in preparing bank reconciliations, these unpresented

		cheques have been taken to the income in October 2020.
2.3	**Noncompliance with powers, duties and activities as per 12 (g) sentence of the National Audit Act no.19 of 2018.**	
	Powers, Duties and Activities xi sentence of the Finance Act No. 38 of 1971 and Para no. 8.2.2 of the Public Enterprise Circular No. PED/02 dated 02nd June 2003. **Observation** Though all excess funds have to be invested in call deposits, short term deposits, treasury bills, fixed deposits or any investment with the approval of Minister of Finance, investment of Rs.85,000,000.00 in 2 fixed deposits and Rs. 4,000,000.00 in 2 call deposits have been made in 2020 without getting approval,	According to the University Grants Commission Internal Audit Circulars number 02/2019 and 04/2019, it has to be obtained institutional Finance Committee recommendation and the Board of Management approval to invest excess funds in the current accounts in fixed deposits effectively and to be forwarded for the approval of the Minister of Finances per the xi sentence of the Finance Act no.38 of 1971and Para no.8.2.2of the Public Enterprise Circular No. PED/02 dated 02nd June 2003.Accordingly, investments made on 30th December 2020 with the recommendation of the 61st Finance Committee held on 12th December 2020 and the approval of the Board of Management held on the same day have been forwarded for the approval of the Minister of Finance. As it would take nearly 6 months to obtain the approval of the Minister of Finance but the validity period of a bank quotation is only 3 days ,practical difficulties are encountered in investing year end excess funds on the due date if it has to be done having got the approval. So, having made the investments with the subjective institutional approvals, it has been forwarded for the approval of the Minister. (Annexure 1)
(b)	Management Auditing Circular No. DMA/2009(2) issued by the Management Audit Department. **Observation** As per the Common Format no. 287, a Fixed Assets Register should be maintained by the Institution but it has not been maintained.	According to the Management Audit Circular no. DMA/2009(2), Internal Audit Division of the University Grants Commission has prepared the format. Fixed Assets Register of the Institute has been maintained according to that format. The format introduced for the University system included more details as per the circular DMA/2009(2).

2.4	**Un utilization of Institutional resources in efficient and effective manner while complying with procurement rules and regulations**	
(a)	It has not been done the procurement activities for 5 acquisitions valued Rs. 2,868,500 as per the annual procurement plan during the year under reviewed	As it couldn't do the tasks as per the procurement plan due to the closed down of the country with Covid 19 epidemic in 2020 , goods that couldn't procure have been included into the Procurement Plan 2021 and follow accordingly.
(b)	4 constructions projects expected to be completed during the year concerned amounting Rs. 31,107,047 have not been performed.	Those constructions mentioned in the Audit query have been planned to commence in 2020 and completed in 2021 but Institution couldn't achieve expected targets due to above mentioned obstacles. Out of them, it has been already commenced the preliminary activities of the procurement process for the Renovation of the Wash Room Complex at PGIA new building. Quotations have been called from the suppliers and documents were forwarded to the Technical Evaluation Committee. But, that procurement procedure couldn't be continued due to above mentioned obstacles and it was expired. Further, the Government has requested not to attend massive construction projects during this period and the Institution also had difficulties in calling open bids and continuing with them. Based on them, Institution has not paid any attention for the constructions work mentioned in the audit query but more rehabilitation work for the buildings were carried out at institutional level. Those construction works mentioned in the Audit query have been included in the 2021 Procurement Plan and expect to commence during this year.
(c)	The purchasing activities of 13 items valuing Rs. 6,877,996 and expected to complete during the year concerned have not been completed though the time has lapsed by 1 to 8 months period from the	Some activities in the procurement plan couldn't perform due to the close down of the country with Covid 19 pandemic prevailed in 2020 and commenced items couldn't complete due to collapses in the

	date of the procurement activities to be completed.	supply chain throughout the world with that epidemic. So, this is informed that the goods which couldn't complete the procurement procedure have been entered to the procurement Plan for the year 2021 and doing accordingly. Procurement activities of some items have already commenced and some have already completed.
(d)	Though the Postgraduate Institute of Agriculture has invested Rs. 542,733,424 in 37 fixed deposits at different banks, it has not maintained Fixed Deposit Register as per the University Grants Commission Circular letter no.04/2019.	Institution has maintained 39 fixed Deposits by the end of the year 2020 and the Shroff maintains a Register with the basic information of them. Relevant subject clerk maintains a Fixed Deposit Register prepared as per the University Grants Commission Circular letter no. 04/2019 to obtain information in preparation of final accounts. (Annexure 2)
(e)	It has been maintained 9 call deposits amounting to Rs.14,000,000 at a lower rate than normal bank interest rate i.e .5 %– 6.5 % without withdrawing for a period from 1 year to 3 years.	There were 4 call deposits matured in 07 days with the Institution by the date of Auditing. Out of them , 2 deposits with Rs. 2,000,000 each were in Peoples' Bank and another 2 deposits with Rs. 2,000,000 and Rs. 3,000,000 each at Bank of Ceylon. Accordingly, total deposit value should be corrected as Rs. 9,000,000.00. The two call deposits valued Rs. 4,000,000 invested in Peoples' Bank have been realised and invested in a fixed deposit by the end of the accounting year 31.12.2020. The accounts maintained at Bank of Ceylon are for research funding and excess funds arising with the unutilized research activities during the year 2020 has been invested in short term fixed deposit and existing 2 call deposits were remained for urgent financial requirements. Two call deposits mentioned in the Audit query i.e. 057600100020931-0 and 057600100020930-1 have been realized on 08.01.2020 and used for settlement of capital expenditure.

(f)	While the institution owned vehicle no. CPMB 3381 which is in good running condition was stationed within the premises, it has been paid Rs.362,880 to an outside institute for hiring vehicles and that amount was consisted with Rs. 309,810 for 29 days during the year 2019 and another Rs.53,070 for 5 days in 2020.	These hired vehicles were used for providing transport to the lecturers who conducted lectures in the Colombo branch during weekends as that was the best method with lowest cost. This transport cost is born by the relevant Board of study and 20% of their gross income is paid for the institution. According to the present method, changes in the travelling cost would not affect to the financial position of the institute but would affect to the decision for lecture fee per hour. Though the Institute has two vehicles other than the vehicle assigned for the Director, only our AC van (CP NB-3381) could be used for travelling long distance like Colombo. It is not practical to use that van for one person and it is cleared that cost also high. When a vehicle is used for travelling for that purpose, it has to bear Rs.35.00 for 01 Km. Institutional cost and the rate of hiring vehicles details are mentioned below. The cost of using Institutional owned vehicle (Rs.35.00 for 1 Km which was approved by the Board of Management. The distance to the destination Approximately 300 km Cost per 1 Km Rs. 35 Total cost for the journey Rs. 10,500 (300Km x Rs.35) Overtime for the driver Rs. 4,000 (Rs. 200 per hour x 20 hours) Subsistence for the driver Rs. 400 (Per Day) Total cost **Rs. 14,900** The cost for hiring vehicles (Rs.35.00 per hour including fuel) The distance for the destination Approximately 300 Km Cost for 1 Km Rs. 35 Total cost for the journey Rs. 10,500 (300 km x Rs. 35) Total cost Rs. 10,500

		Further, it has been cleared that continuous usage of the vehicle for this task would make high maintenance cost due to depreciation of the parts. Though the hiring vehicles are being maintained at lower cost, our institutional vehicles have to be send to the Agents considering the long term usage and that cost would be high. Accordingly, institution has paid for the best alternative.
(g)	It has been not collected students registration fees of Rs. 11,160,670 and course fees of Rs. 17,432,712 for 3 to 10 years period by the end of the year under reviewed.	Course fees in areas mentioned in the audit query were receivables from the students who have not completed the course duration. Every year, a certain percentage of students are given up their courses and their unpaid course fees are shown as course fees in areas. But, there is no room for receivables in course fees from the students who have completed their degree programmes as there are rigid internal controls for that. At present, the method of identifying receivables has changed and amount may be changed accordingly. Further, Institution doesn't issue any letter required for future tasks of the students such as academic transcripts, certificates etc. for the active students who are in receivables and also they are not allowed to enrol for relevant subjects via Management Information system. As a result of that, they couldn't get the results though they face the examinations of those subjects. Any student with receivables is not allowed to face the final examination until the areas are cleared. So, any student who are not paid areas in course fees would not get any opportunity to participate the convocation. This would compel the students to pay their areas in course fees and Institution also apply different modes of communication to aware those students to pay their areas in course fees

		and re- enter to the course. Apart from that, it has been introduced student friendly credit transfer system with the approval of the Senate to re- register the dropped out students and under this programme, significant number of students have re- registered for the programmes. By taking these steps, it has been taken actions to recover course fees in areas and therefore number of graduate students have increased gradually.
(h)	It has been given the canteen which belongs to the Institution and extending 470 Sq.ft. to a same person more than 10 years period without calling quotations or making an agreement.	Canteen of the institution have been under the custody of the Welfare Society up to now and they have assigned the tasks of it to a better service provider. It has been taken the services from few people from time to time but the person who is providing service at present has provided better service suit to the Institution, he has been assigned the activities from 2009 to present under the direct supervision of the Welfare Society. Anyway, preliminary procurement activities for calling open market bids for the canteen were done at the beginning of the year 2021 and quotations were called by now.
(i)	It has been agreed with the Science Land Information (Pvt.) Ltd. for the designing and installation of accounting software package to the value of Rs. 2,100,000 and paid an advance of Rs. 1,500,000 but computer system has not been installed though the agreement period has expired by more than 2 years.	It has been required the cooperation of both the parties, computer software system people and staff of the Accounts Division (staff members who use the software) to complete the installation of computer software system. It requires the certification from the staff who used the software that their tasks become more easier having installation of the software. But, it has been dragged the installation of the software system due to non academic strikes in 2017 and 2019 and the closing of Universities due to Ester attack. By now the installation activities are at the last stage. It has been taken steps to amend the agreement with the Company regarding the date of completion as 31st December 2021 and

		draft has sent to the Legal Officer of the University to certify the legality of the agreement. When the approval has been received from the Legal Officer, copy of that agreement would be sent to the Government Audit Division.
(j)	It has been handed over 125 research thesis to the Institution by the students who completed the postgraduate degrees. But the actions were not taken to publish them in nationally or internationally recognised journals or to commercialize some selected thesis or to follow any accepted methods of innovation in Sri Lanka for the betterment of the Institution and the country.	Institution requests from the internal students and the external parties to present their research papers at the annual congress conducted by the Institute in each year. The research papers selected by the Reviewers' Committee are published in the web site of Tropical Agriculture Research Journal and printed as a book. All the research papers presented in the Congress are given to the principal public and private institutions and opportunity is there to contact the students by their e- mails. Further, steps are taken to forward details of students' researches to the relevant institutions via PGIA News Letter issued in bi annually. Apart from that, it is expected to obtain guidance on publishing these thesis internationally having categorised under high standardization, from the Business Linkage, Innovation incubation and technology transfer office (BLII-TTO) attached to the university. It has been conducted an awareness programme in this regard for all the staff members on 06.03.2021. Further, inventions of the students are forwarded to the National Invention Commission and 4 inventions have been forwarded up to now.
(j)	When reconciling the fixed deposits of the Postgraduate Institute of Agriculture, it has been noted that the fixed deposits amounting to Rs. 343,204,567 as at 31st December 2016 has become Rs. 628,407,413 by 31st December 2020 and it was 83% increase comparatively 2016.	It has been shown 83% increase in fixed deposits by 2020 compared with 2016.Those investments in fixed deposits are course fees, examination fees, registration fees semester fees etc. which are credited to institutional collection account. But the related differed expenses of lecture fees, examination fees, research expenses etc. have to be borne within 2 to 7 years period. As a circle, funds would be received in twice or thrice in a year and other receipts

		throughout the year would be sufficient to cover current year expenses arisen so no need to realised the fixed deposit certificates. But if all the income has not received in a year, it has to be withdrawn the fixed deposits and the circulate relationship is there.
(j)	During the year concerned , it has been received Rs. 500,000 as a capital grant and Rs. 85,000,000 has been invested in fixed deposits. Though the Institution has a financial capacity to spend on capital expenditure, it has obtained a capital grant. Though, the institution could have to be used that financial resource in improving its performance, it has invested 70% of capital grants in fixed deposits with the aim of earning income.	It has been allocated funds to the institution only for salaries and wages under recurrent expenditure and small allocation for capital expenditure. To cover all the other recurrent expenditure and the capital expenditure, it has to be utilised the income derived as 20% of total receipts from programmes and interest income received from fixed deposits mainly with the other insignificant receipts from different sources. Course fees and other payments made by students from Peradeniya and Colombo branches are invested in fixed deposits. Funds in the collection account has to be differed in payments more than 2 to 7 years. So, the excess funds in that collection account has been effectively invested until the requirements are arisen. Capital grants are never invested in fixed deposits and there is no relationship between that two items. During the year 2020, out of the total capital expenditure amounting to Rs. 14 million, institutional contribution was Rs. 13.5 million which comes from that earnings.
(j)	It has been observed that the institution has a high financial feasibility which can revise the postgraduate course fees allowing more students to obtain degrees. At the end of the year concerned, the total value of the fixed deposits belongs to the institution was Rs. 628,407,413.	Though the institution has a financial feasibility, the interest income and income received as 20% of total receipts from course fees and other programme fees have to be utilised for recurrent and capital expenditure. Further, it has been identified certain capital expenditure that has to be spent from the fixed deposits actually owned to the institution. Other fixed deposits are unpaid lecture fees and other differed academic expenses of 11 boards of study. Further, it has to be prepared separate income and expenditure forecasts for each board of study based on the University Grants

		Commission Circular no. 04/2016 and it is a zero based budget which equals income and expenditure. In that case, it cannot be deducted the course fees and hence the income with the aim of contributing from the percentage of income to the institution.
(k)	It has not been spent any amount from the funds amounting to Rs. 354,201 received from the Ministry of Plantation for research activities.	Ministry of Plantation offers funds to the faculty of Agriculture and the Postgraduate Institute of Agriculture annually. But, during the year 2020, our institution didn't receive that grant and balance funds couldn't be utilised due to closure of the university with the covid 19 epidemic and inability to conduct lectures and carry on researches against health guidelines. But allocations from that fund utilised for field works during the year 2019.
(l)	Research Funds granted for conducting researches amounting to Rs. 17,623,244 were remains unutilised due to poor utilization of the funds for the assigned task.	Grant Coordinators are tried their best to utilise the funds granted for research activities at maximum. Expected research activities couldn't do as planned due to Covid 19 epidemic. But, with such a difficult situation also, it has been recorded Rs. 12,828,901.55 as income from research grants and Rs. 8,965,662.47 as research grants expenditure during the year 2020. So, it is not correct to say that research grants are kept as funds without spending for relevant research activities.
(m)	In examining budgeted income and expenditure with the actual income and expenditure, it has been observed that 16 items were varied up to 94% . Hence, budget has not been used as an effective control measure.	Budget has been prepared considering the previous years income and expenditure but there had been a variance between budgeted income and expenditure and the actual income and expenditure with the reduction in academic and office activities of the institution due to Covid 19 epidemic prevailing in the country during the year 2020. Previous year

		Employees' loan interest The variance of this item is not 83% and it should be corrected as10%. Though the amount has been budgeted considering the loan amounts obtained previous years, it has been reduced due to closure of our institution under the situation of the covid 19 epidemic, making less income from interest on loans to employees. **Rent from properties** It has been reduced the income received on rent from properties due to restrictions in renting properties to the outsiders with the situation of the country under covid 19 pandemic. **Library Contribution** It has been increased the library contribution income due to increase in the number of students registered during the year 2020. **Other receipts** The reason behind the increase in this item was the taken of cancelled cheques income to this account. Most of the cheques issued were cancelled due to lapse of the validity period on the situation of the country with the covid 19 pandemic. **Course fees** The course fees income has been increased with the increase in the number of registered students during the year 2020. **Examination fees** The increase in the number of registered students during the year 2020 has increased the examination fees income.

		Service provided to the external institutions The main source of this income is providing vehicles to the external institutions and persons. This income has been increased due to receipt of lump sum from the Research Facilitation Funded (RFF) students for the transport facility obtained from the institutional vehicles. **Institutional contribution from Workshops** Income from workshops and seminars has been reduced with the curtailed of conducting them on ground and stoppage of them due to Covid 19 pandemic through out the country during the year 2020. **Colombo branch income** The income from the Colombo branch has been reduced as there was no registration of new students for the year 2020 and only the differed income and prior year students' payments have been accounted. **Visiting lecture fees** During the two semesters in the year 2020, it couldn't do the academic activities properly due to Covid 19 epidemic in the country and it leads to reduction in lecture claims and hence payments. Gratuity Allowance Considering the employees who completed 5 years service period and the expenditure for the previous year, gratuity allowance has been provided. But, usage of Actuarial valuation method complying with the Sri Lanka Public Sector Accounting Standard no.19 has

		reduced the amount and that discounted value has been given by the external experts. **Stationery and Office requests** It has been reduced the expenditure than estimated due to make one acquisition of stationery and office requests out of the two acquisitions under the prevailing condition of the country facing covid 19 epidemic. **Maintenance of machinery** It has been badly affected to the academic activities and office affairs by the Covid 19 epidemic of the country and reduction in maintenance of machinery leads to low actual cost. Maintenance of buildings The actual cost of maintenance of buildings has been reduced due to covid 19 epidemic which was badly affected to our institutional academic and office activities. **Water charges** Though it has been estimated based on previous years consumption and payments, reduction in water consumption due to closure of the institution with Covid 19 epidemic in the year 2020. **Bench fee** This money has been allocated for the chemicals and laboratory equipment usage of the postgraduate students for their research activities at the faculty of Agriculture. This amount has been allocated from the students registered in the year 2018. The funds were remained with the non completion of purchases

		from that amount and requests made to keep the funds of the relevant Boards of study with PGIA. That money will be utilised in the year 2021.

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