



PERFORMANCE REPORT 2019

MINISTRY OF BUDDHASASANA , CULTURAL & REILIGIOUS AFFAIRS



G A L L E
H E R I T A G E
F O U N D A T I O N

GALLE HERITAGE FOUNDATION

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01. VISION, MISSION AND VALUES OF GALLE HERITAGE FOUNDATION

VISION

“The world heritage living city of Gall Fort to be th most excellent cultural tourist destination in Sri Lanka in 2025.”

MISSION

Preserve Galle Fort as a historical cultural center and a place of archeological importance and promoting as an excellent tourist city.

VALUES

- ❖ Preserve Galle Rampart and buildings.
- ❖ Create mutual accord and coordination among communities in the Galle Fort.
- ❖ Inculcate preservation of historical values.
- ❖ Work towards improving the attitudes of the business community of Galle Fort.
- ❖ Improve infrastructural facilities within Fort
- ❖ Establish and develop tourism facilities.
- ❖ Improve locations of tourist attraction in Galle Fort.
- ❖ Enhance the living standard of dwellers in Galle Fort
- ❖ Promote co-operation and equality among the different communities in Galle Fort.
- ❖ Uplift traditional livelihoods
- ❖ Regularize Tourism related activities.
- ❖ Enhance consumer values.
- ❖ Provide an efficient service.

02. ESTABLISHING GALLE HERITAGE FOUNDATION AND PHYSICAL ENVIRONMENT

Consequent to announcing the Galle Rampart as an Archeological Monument by Gazette Notification in 1971 and its declaration as a World Heritage by UNESCO in 1988, it became a location for Government and public cynosure and various steps concerning its protection and conservation were brought about.

Accordingly, GALLE HERITAGE FOUNDATION was set up as a Government Incorporated establishment by Act of Parliament No. 07 of 1994.

Galle Heritage Foundation had been under various Ministries then onwards and is presently functioning under the Ministry of Housing, Construction and Cultural Affairs.

Land area belonging to Galle Heritage Foundation

Galle Fort, announced a World Heritage by UNESCO, falls within the purview of Galle Heritage Foundation. This rampart, consisting of 14 bastions runs along a length of approximately 2.5 kilometers.

Physical environment of Galle Fort

The Galle Fort is situated in the GramaNiladari Division 96 D of Divisional Secretary Division Four Gravets, Galle District, in the Southern Province of Sri Lanka. Galle Fort contains a land area of 80.9067 Acres (32.7418 Hectares)



POPULATION ON ETHNIC BASIS

Sinhala	679
Tamil	15
Moor	798
Burgher	07
Malay	<u>02</u>
Total population	<u>1501</u>

FAMILIES ON RELIGION BASIS

Buddhist families	151
Hindu families	03
Islam families	118
Roman Catholic families	<u>02</u>
Total No. of families	<u>274</u>



03. GALLE HERITAGE FOUNDATION STAFF IN THE YEAR 2019

Seri alNo	Name	Post
1	Mr. Channa Daswatta	Chairman
2	Ms. D.K.S.Jayalaxmi	Director
3	Ms. Seetha P Liyanage	Administration Officer
4	Mr. W P R Anuruddha	Accounts Officer
5	Mr. L A Tharanga Pushpskumara	Development officer attached to the post of ProjectAssistant
6	Ms. P G N Chandimali	Development officer attached to the post of Project Assistant
7	Ms.S P Lokuliyana	Development officer attached to the post of Project Assistant
8	Ms. B S Ileperuma	Management Assistant
9	Miss. Dilani Harshika Wickramasuriya	Management Assistant
10	Ms. Mapalagama Hewamanage Ishani Priyadarshani	Management Assistant
11	Ms. Mohomed Hamza Fathima Fouzana	Management Assistant
12	Mr. M E Newmal Shirantha De Silva	Driver
13	Mr. M L S Jayasekara	Security guard
14	Mr. W G Nandana Saman	Security guard
15	Mr. A G Saman kumara	Karyala Karya Sahayaka

Post	Salary Code No	Approved Cadre	Available atPresent
Chairman	Allowance paidas per CircularPD 3/2015	01	01
Director/Chief Executive Officer	MM 1-1	01	01
Administration Officer	J M 1-1	01	01
Accounts Officer	J M 1-1	01	01
Project Assistant	M N 4	05	03
Project Assistant (Accounts)	M A3	01	-
Management Assistant	M A 1-1	01	04
Driver	P L 3	01	01
Karyala Karya Sahayaka	P L 1	01	01
Security Guard	P L 1	04	02

**INFORMATION CONCERNING SERVICE PERIODS OF
GALLE HERITAGE FOUNDATION STAFF**

Serial No.	Name	Post	Period of Service
1	Mr. Channa Daswatta	Chairman	From 01.03.2019
2	Ms. D.K.S.Jayalaxmi	Director	From 29.04.2019
3	Ms. Seetha P Liyanage	Administration Officer	From 02.01.2006
4	Mr. W P R Anuruddha	Accounts Officer	From 17.07.2017
5	Mr. L A Tharanga Pushpskumara	Development officer attached to the post of Project Assistant	From 01.08.2006
6	Ms. P G N Chandimali	Development officer attached to the post of Project Assistant	From 01.08.2006
7	Ms.S P Lokuliyana	Development officer attached to the post of Project Assistant	From 28.04.2015
8	Ms. B S Ilayperuma	Management Assistant	From 02.11.2005
9	Miss. Dilani Harshika Wickramasuriya	Management Assistant	From 01.09.2015
10	Ms. M H M Ishani Priyadarshani	Management Assistant	From 01.09.2015
11	Ms. M H Fathima Fouzana	Management Assistant	From 16.09 2015
12	Mr. M E Newmal Shirantha De Silva	Driver	From 03.12.2012
13	Mr. M L S Jayasekara	Security guard	From 03.12.2012
14	Mr. W G Nandana Saman	Security guard	From 03.12.2012
15	Mr. A G Saman kumara	Karyala Karya sahayaka	From 03.12.2012

04. DETAILS OF SERVICE PERIODS OF CHAIRMEN, CHIEF EXECUTIVE OFFICERS AND ADMINISTRATION OFFICERS SERVED IN GALLE HERITAGE FOUNDATION STAFF

CHAIRMEN

SerialNo	Name	Year of assuming duties	Year of concluding duties
1	Rupa Karunathilaka Esqr., Hon. Minister of Plantation Industries	1994	1996
2	Nevil Kanakarathna Esqr., Hon. Governor, Southern Province	1996	2000
3	Dr. Richard Pathirana Esqr.,	2000	2002
4	Rienzi Wijethilaka Esqr., Chairman, Hatton National Bank	2002	2003
5	Vajira Abeywardhana Esqr., Hon. Minister of Public Administration	2003	2004
6	G H Ajith kumara Esqr., Minister of Parliament Galle District	2004	2007
7	Parakrama Dahanayaka Esqr., Member, Galle Municipal Council	2007	2015
8	Ramya Siriwansha Esqr., Retired District Secretary	19.02.2015	29.02.2016
9	Channa Daswatta Esqr., professional Architect	07.04.2016	26.10.2018
10	Channa Daswatta Esqr., professional Architect	01.03.2019	To date

Although Mr. Parakrama Dahanayaka, Hon Member, Galle Municipal Council was proposed for the post of Chairman by Mr. S.B.Navinna, the then Hon. Minister of Cultural affairs, under the changing political environment prevailed on 27/10/2018, an uncertainty arose concerning that appointment due to the interlocutory interim order issued at that time by Court upon the Cabinet. Thus, there was no appointee to hold the post of Chairman from 27/10/2018 up to 28/02/2019.

CHIEF EXECUTIVE OFFICERS

Serial No.	Name	Year of assuming duties	Year of concluding duties
1	Mr. P Hewawasam Former Government Agent Galle	15.12.2001	01.04.2004
2	Mr. P Wijerathna Former Additional Government Agent, Galle	28.06.2004	31.12.2005
3	Mr. N O De Silva Former Regional Manager Bank of Ceylon	12.01.2006	28.02.2007
4	Mr. H L Gunawardhana Former Divisional Secretary Galle-Four Gravets	11.04.2007	20.04.2018

ADMINISTRATION OFFICERS

Serial No.	Name	Year of assuming duties	Year of concluding duties
1	Mr. Hemanatha Gunawardhana	01.03.2001	31.10.2003
2	Mr. PA Karunasena	25.03.2004	31.12.2005
3	Ms. Seetha P Liyanage	02.01.2006	To date

05. ADMINISTRATION AND MANAGEMENT ACTIVITIES OF GALLE HERITAGE FOUNDATION.

Administration and Management functions of Galle Heritage Foundation are vested with a “Board of Management” by virtue of the Galle Heritage Foundation Act (Section 05)

Board of Management of the Galle Heritage Foundation consists of following members.

MEMBERS OF BOARD OF MANAGEMENT OF GALLE HERITAGE FOUNDATION IN 2019.

Serial No.	Position	Address
1	District Secretary (Vice Chairman-Galle Heritage Foundation)	District Secretariat, Galle
2	Director General, Archeology	Department of Archeology Sir Marcus Fernando Mawatha, Colombo-07
3	Chairman-Urban Development Authority	Urban Development Authority, No.07, “Sethsiripaya”, Battaramulla
4	Chairman, Sri Lanka Ports Authority	Sri Lanka Ports Authority , No.19, Chaithya Road, Colombo-01
5	Director General, Central Cultural Fund	Central Cultural Fund, No 212/1, BouddhalokaMawatha, Colombo-07
6	Director Coast Conservation Department	Coast Conservation Department, 4 th Floor, New General, Secretariat Maligawatta, Colombo-10
7	Divisional Secretary Four Gravets, Galle	Divisional Secretariat, Four Gravets, Galle
8	Hon. Mayor	Municipal Council, Galle
9	Director	Post Graduate institute of Archeology, No. 407, BouddhalokaMawatha, Colombo-07
10	Chairman, National Aquatic Resources Research & Development Agency.(NARA)	National Aquatic Resources Research & Development Agency.(NARA) Crow Island, Mattakkuliya, Colombo-15
11	Director, Faculty of Architectural Studies Statute Preservation	Faculty of Architectural Studies, University of Moratuwa, Moratuwa.

12	Minister of Cultural Affairs Southern Province	“Dakshinapaya” Labuduwa, Galle
13	Director, Department of National Museums	Department of National Museums, Sir Marcus Fernando Mawatha, Colombo-07
14	Chairman, Sri Lanka Netherland Friendship Association	Sri Lanka Netherland Friendship Association, No.95, Prince Street, Colombo- 11

MEMBERS APPOINTED ON OFFICIAL CAPACITY

“ELECTED MEMBERS” ELECTED BY EX-OFFICIO MEMBERS OF THE COMMITTEE

Serial No.	Name	Position	Address
15	Dr. Nilan Coorey	Chartered Architect	No. 111/1, De Mel Road, Katubeda, Moratuwa
16	Mr. H.W Wijerathna	Chairman, Southern Province Public Services Commission	06 th Floor, District Secretariat, Galle
17	Secretary General	Sri Lanka UNESCO National Commission	Sri Lanka UNESCO National Commission Department of Education, 05 th Floor, Isurupaya, Battaramulla
18	Mr. Chandana Alahakoon	Deputy Inspector General (Galle Division)	Deputy Inspector General's Office, Galle
19	Mr. W.U.P. Premachandra	Governor's Secretary	Governor's Secretariat Lower Dickson Road, Galle
20	Mr. Jayathissa Herath	Chairman ICOMOS Sri Lanka Institute	No.317/3, Wekanda Road, Habarakada Homagama

MEMBERS APPOINTED BY THE HON. MINISTER

Serial No.	Name	Position	Address	Date of Appointment
21	Mr.Channa Menaka Yehan Daswatta	Chairman Galle Heritage Foundation	No. 48/3, Rev.Sri Dharmarathna, Mawatha, Madiwela	28.07.2018 (Appointed Chairman,Galle 01.03.2019)
22	Mr. K.M.G.Leelananda Dias	Appointed Member	Punchi Labuduwa, Galle	07.02.2019 to date
23	Mr. G.D.R Upul Udayakantha	Appointed Member	32/2B, Wekunagoda, Galle	07.02.2019 to date
24	Mr. D.C.Udayanga Peiris	Appointed Member	33/47 C, 3 rd Lane, Henawattha, Meegoda	07.02.2019 to date
25	Mr. M.V.Chandrasiri	Appointed Member	Liyanagewattha, Pahala Lelwala, Wanduramba, Galle	07.02.2019 to date
26	Mr. Raveendra Kalansuriya	Appointed Member	504/5,Hirimbura Road,Galle	07.02.2019 to date

Appointment of “Elected Members” to the Board of Management, Galle Heritage Foundation in accordance to Section 06 (B) II of the Act took place at the meeting of the Board of Management held on 22.08.2019. Thus the following 06 Members were re elected as “Elected Members”

- I. Mr. H.W.Wijayarathna (Chairman, Public Services Commission- Southern Province)
- II. Mr. Nuwan Wedasingha (Deputy Inspector General, Galle)
- III. Dr.Nilan Coorey (Chartered Architect)
- IV. Mr. Jayathissa Herath (Chartered Architect)
- V. Mr. Premalal Rathnasiri (Secretary General, Sri Lanka- UNESCO Commission)
- VI. Mr. A.U.Welarathna (Governor’s Secretary, Southern Province)

SERVICES PEEFORMED BYGALLE HERITAGE FOUNDATION

1. Enhancing Tourism Facilities in the Galle Fort
2. Maintaining Galle Fort in a clean and pleasant manner
3. Working in collaboration with Galle Heritage Planning Committee for management of construction and alteration of buildings within Galle Fort
4. Organizing lectures and sightseeing visits to create awareness on Galle Fort
5. Regularizing mobile vendors within Galle Fort
6. Making necessary arrangements for automobile transport within Galle Fort
7. Maintaining a mobile security service in Galle Fort
8. Maintaining the Information Center to provide information concerning Galle Fort
9. Performing cultural programs throughout the year
10. Development of infrastructural facilities within Galle Fort
11. Managing filming activities within Galle Fort
12. Maintaining all old trees within the Galle Fort by systematically pruning the branches .
13. Compilation of essential preservation plans and performing activities required for preservation of old buildings situated within the precincts of Galle Fort.
14. Taking steps to prevent vehicles exceeding 5 tons in weight entering Galle Fort.
15. Taking steps to modify CHOGM street lamp system within Galle Fort and regularize electricity supply
16. Implementing action to maintain the “Moon Bastion” as a “ Children’s Museum ”

SERVICES OFFERED BY GALLE HERITAGE FOUNDATION INFORMATION CENTER

Following preservation, Galle Heritage Center (Information Center) on Baladaksha Mawatha was reopened on 21st March, 2019 .

Services availed in 2019 after reopening of Galle Heritage Center (Information Center) included;

- Providing information of Fort to local and foreign tourists.
- Organizing field tours within Fort and providing guide services
- Sale of books.



7.PROGRAMS PERFORMED BY GALLE HERITAGE FOUNDATION

7.1 CULTURAL PROGRAMS

New Year commemoration (01.01. 2019)

Prior to commencement of duties on 01st January, 2019, a session of religious activities including a Pirith ceremony was launched with participation of the staff and officers of the sister organizations. Official activities were started after a treat offered with sweets, snacks etc. This is an annual event organized by Galle Heritage Foundation following cultural tradition, the cost there of being borne by the staff .



Wesak Ceremony

Rampart of Galle Fort was illuminated on 18th and 19th of May, 2019 with electric lighting at a cost of Rs. 75,000.00 thus displaying the pride of its historical inheritance for the benefit of masses arriving at Galle town for Wesak Full moon Poya which is considered and respected by all Sinhala Buddhists

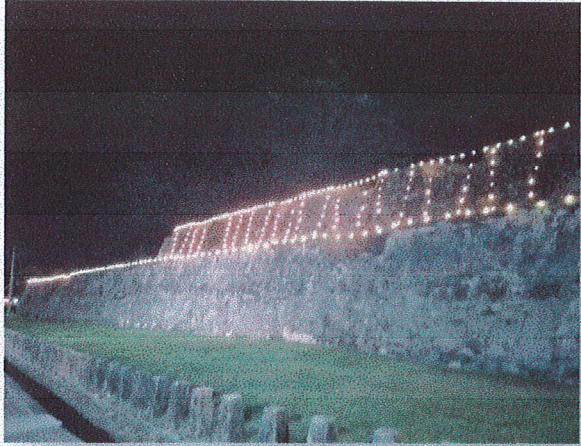


Further more, the Head Office and Information Center in Galle Fort were illuminated with Wesak Buckets with the participation of staff.



Poson Ceremony

A sum of Rs.75,000.00 was spent to illuminate the Rampart from 16.06.2019 up to 18.06.2019 for Poson Poya.



7.2 AWARENESS AND SOCIAL WELFARE PROGRAMS

Awareness programs

Educating local and foreign university students

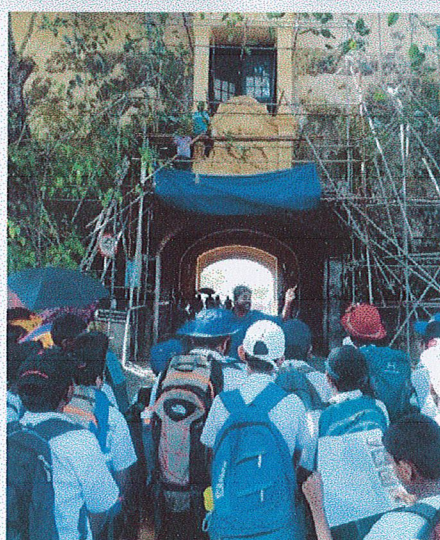
Performing field tours on 28.01.2019 and 22.05.2019 with local and foreign students of the faculty of Town Planning Studies, University of Moratuwa .



Mr. Shiranga did a field tour on 02nd April, 2019 accompanying team consisting around 100 including students and teachers from Muthumala College, Badulla.

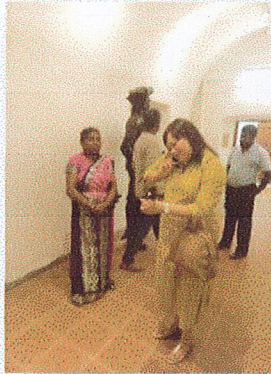


Similarly, Mr. Shiranga did a field tour on 02nd and 04th, April 2019 with Grade 7 and Grade 8 students of Mount Calvary High School, Galle.



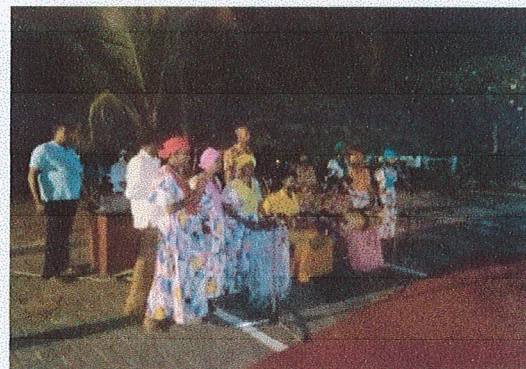
Awareness raising for foreign representatives

Ms. Robina, High Commissioner, South Africa participated in an awareness programme about Galle Fort during her visit on 19.01.2019



African Art Festival (09.04.2019)

Art Festival presented by Sri Lankan residents living in Sirambiadi in Africa, organized by Galle Heritage Foundation and Southern Tourism agency was held at open air precincts in front of the clock tower.



Social Welfare Programs

Since the strip of beach facing Galle Fort Lighthouse was overgrown with spinney and dirty with scattered rubbish, beach was cleaned through a “Sramadana” organized with participation of Galle Police, Navy and Army. Decayed branches of Kottamba trees on the beach were duly felled on 26.01.2019.



Two ‘Mudilla’ trees below the rampart near flagrock bastion perished due to an attack of lightening and as both local and foreign tourists frequently visit this area and vicinity, these two trees had to be removed. Therefore, Galle Heritage Foundation removed the trees spending Rs. 13,000.00 on 25.01.2019.

Branches of the ‘Mara’ tree in front of the Bank of Ceylon building on the Hospital Street were pruned under the supervision of officers with botanical know-how and officers of Galle Heritage Foundation were advised of the manner those Mara trees are to be maintained in future. Expenditure incurred for same was Rs. 38,000/-

National Environmental Day

- A “Sramadana” led by Galle Heritage Foundation was carried out along the strip of beach facing Galle Fort Lighthouse on 08.06.2019.



- A Tree Planting Program was launched within Galle Fort to mark the National Tree Planting Week.



- A homegarden was nourished. Within the office premises.



7.3 DEVELOPMENT PROGRAMS

Inter Fort Cities Awareness Exchange Program - Stage VIII. from 05th to 08th October 2019.

Stage VIII of the Program for exchanging knowledge among Fort cities was performed from 05.10.2019 to 05.10.2019 centering Jaffna District. Participants for this stage were 25 students and 5 teachers from 5 schools in Galle District and 25 students and 5 teachers representing Jaffna District. This program was conducted with the participation of Mr. J.K.Rajapaksha-Director, Bureau of National Integration and Reconciliation and former Deputy Director of Education, Department of Education (Administration), Southern Province, Ms. D.K.Jayalaxmi- Director, Galle Heritage Foundation, Mr. Manoj Padmalal- Assistant Director of Education, Department of Education, Southern Province, Mr. S.Udayakumar - Director of Education, Northern Province, Mr. S. Sandararajah- Cluster Director of Education, Jaffna, Ms. Darmika- Assistant Cluster Director of Education, Jaffna, Ms. J. Balasinghem- Director, Jaffna Association, Mr. F.X.Anton-Director of Education, Nallur, Officers of Galle Heritage Foundation and resource personnel from Bureau of National Integration and Reconciliation.



Program was conducted residing in the "Retreathouse" hostel, Pandatharippu, in Jaffna.

Places of archaeological importance including Dambakola patuna, Jaffna Fort, Nagadeepa Temple, Jaffna Library, Archaeological site of Kandurugoda / Kantharodaya, Nallur Kandasamy Kovil, etc., were visited and information concerning the archeological importance of those places were also elaborated during this program. In addition, visiting Jaffna Municipal Council Office, and the cordial welcome by Mayor Hon. Emmanuel Arnold, Visiting Jaffna Police Station and the cordial welcome by Head quarters Inspector and participation in the program for Road Discipline Covenants organized by Governor's Office of Jaffna District and the cordial welcome by Hon. Governor, Suren Raghawan were salient events enjoyed. Programs of physical fitness exercises were performed in the mornings daily involving all those students. Also various activities promoting harmony and brotherhood between North and South were included and included in the program. At the parting event on the last day of the program a cultural festival took place. Certificates were presented to student and teacher participants and presents for schools were also availed.

Thus concluded Stage VIII of Inter Fort Awareness Program. A sum of Rs.557,846.28 (approximately) was spent for the Program.

- Developing the official Website of Galle Heritage Foundation

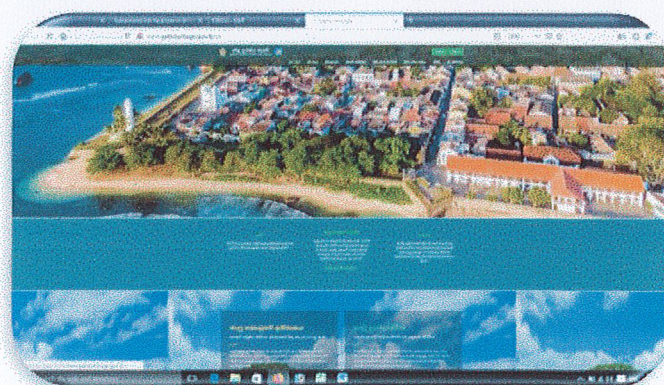
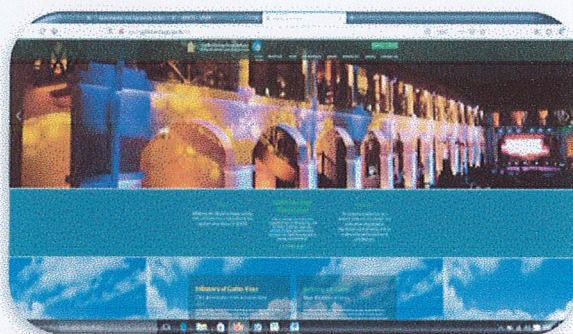
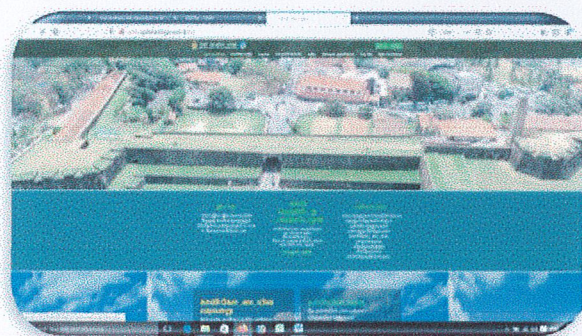
In place of the outdated Website available for Galle Heritage Foundation, a new Website was developed thus ensuring more efficient service. Intention of Designing and Developing the new Website was to enhance the service offered by Galle Heritage Foundation to general public through conveying information more efficiently regarding global value and historical importance of Galle Fort.

Accordingly, installation of the Website was under taken by Bellvantage (Pvt.)Ltd., Galle Heritage Foundation provided information for inclusion in the Website. Technical advice and guidance for creation of the Website were offered by Ms. P.A.Sanjeewani, the computer programmer attached to Chief Ministry, Labuduwa.

After finalizing the creation of the Website having included information in all three languages, it was declared open to public on 29.03.2019 by Chairman of the Board of Management, Mr. Channa Daswattha, Chartered Architect.



Web service facility for the Website was obtained in collaboration with Sri Lanka Information Communication and Technology Agency (ICTA). Expenditure incurred for creation of the Website was approximately Rs.497.765.00. Website is presently functioning perfectly through the address www.galleheritage.gov.lk.



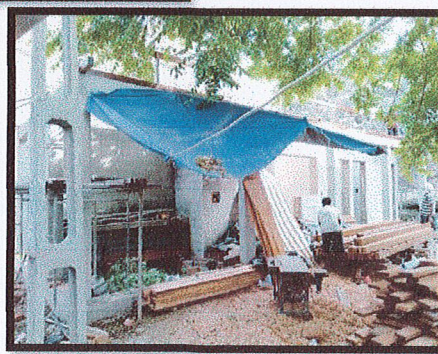
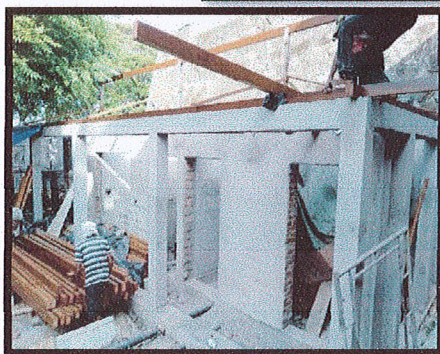
FACILITIES FOR THE BENEFIT OF VISITORS ARRIVING TO SEE WORLD HERITAGE GALLE FORT.

Modernizing toilet systems.

A very large number of local and foreign tourists arrive to see Galle Fort which possesses a distinctive value among the world heritage monuments in Sri Lanka. Since the number of visitors thus arriving keeps on increasing steadily, a special project activated under several stages by Galle Heritage Foundation is under way to upgrade infrastructural facilities to provide their necessary sanitary needs. Repair work of the set of toilets on Baladaksha Mawatha, Fort was initiated under the project. This toilet system, built years ago was maintained by Galle Municipal Council.

However, due to dilapidated condition of this toilet system, it was in no suitable condition for the use of foreigners. The toilet system erected adjacent to rampart was observed not in conformity with the old architectural style. Therefore this decayed set of toilets was removed en bloc and a new toilet system equipped with modern facilities and features acceptable to foreign tourists was constructed in conformity with architectural style of Galle Fort. This toilet system, equipped with facilities for disabled persons as well was developed using Rs. 6,149,670/- of Capital Funds received by Galle Heritage Foundation for the year 2019.

Mr. Channa Daswattha , Chairman of the Galle Heritage Foundation ,Chartered Architect extended his assistance free of charge in preparation of plans and also provided architectural knowhow for the project while engineering advise and supervision was obtained from Central Bureau of Engineering.



II. Under the same program, another set of toilets was constructed adjoining old Police Barracks on the Church Street ,Galle Fort. Old Police Officers' quarters building was allocated to Galle Heritage Foundation by the Divisional Secretary, Galle Four Gravets during mid 2019 for suitable use. The set of toilets built behind the precincts of that building for the use of the Police Officers who were residing there was developed by Galle Heritage Foundation to be used for a short time. The project cost was Rs. 152,103.19.

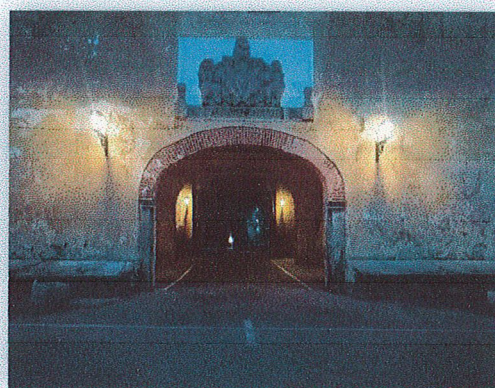
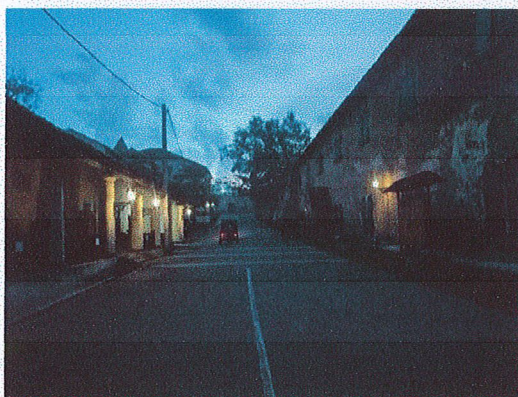
Project Consultancy was provided by Department of Building Construction, Galle District and State Engineering Corporation undertook the construction contract.

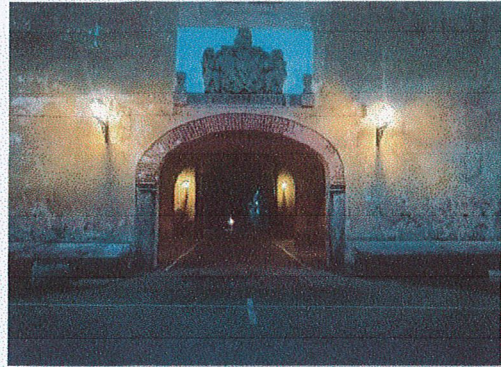
III. Creating a safe, secured tourism environment within Galle Fort.

Attention of the Galle Heritage Foundation was paid and several projects were carried out in order to ensure security of local and foreign tourists arriving to see Galle Fort also the security of dwellers in Galle Fort.

The objective there of was to enhance revenue potential to the area by way of retaining those local and foreign tourists arriving to see Galle Fort thereby developing the Galle Fort as an active Tourists' City. 150 Street Lamps of ancient style fitted at various locations of Galle Fort were completely repaired spending Rs. 1,434,679.86. The Central Advisory Bureau of Engineering offered advisory service for the project.

Responsibility for maintenance of those street lamps was assigned to Galle Municipal Council.





LAND MAINTENANCE AND CLEANING WORK OF GALLE FORT

Under the maintenance activities of World Heritage Galle Fort, Cutting overgrown grass within Galle Fort and removing debris outside rampart are carried out as two separate activities.

Area for cutting grass is divided to two segments for cutting grass and maintaining lawns of the two areas are performed by two outsourced contractors. A sum of Rs. 167,500/- is set aside for same.

A labourer is engaged on daily wages to remove refuse material scattered around Fort and to maintain the area clean and tidy for which the residents of Galle Fort bear the cost.

PRESERVATION OF BUILDINGS WITHIN GALLE FORT

Plans were prepared this year to preserve 06 buildings earmarked to preserve under the second stage of Galle Fort Building Preservation Project. Cost incurred in implementation of the project was Rs. 2,789,174.53

- Magistrate's Official Residence and Galle Heritage Foundation office



Present official residence of the Magistrate situated adjacent to the Army Camp is a specific building constructed during the 17th century which is identified as officers' quarters in the

19th century Survey Map and was developed as Magistrate's Official residence later on. This building had been erected during the Dutch era to be used as stores for cinnamon and gunpowder for the artillery. (courie des BufflesOccuperponartillerie)

It appears that the internal structure of the gunpowder store had been altered and doors and windows were fitted later thus modifying its original structure to suite human habitation. The Second Artillery also used this building during British period. At present, the building is used as Magistrate's residence and Galle Heritage Foundation Head Office.

➤ Police Barracks on Church Street

The building used for Official Quarters during British period can be identified having been erected during early 19th century according to its structural features. Since there is no evidence of the existence of this building during Dutch period, it can be determined as belonging to British period.. Accordingly, the architectural features of the building can be appertained to 19th century. The building had been used as quarters of Labour Supervisors during British period.



➤ Road Development Authority building

This building had been used for Police Inspector's residence during British era. It possesses a long history and consists of valuable architectural features. With a roof mounted on hip rafter it stands out as a building with two verandahs on both frond and rear sides. Back verandah is now enclosed with walls facing it and the building is used by Road Development Authority.



- Police Inservice Training Unit consists of three buildings as described below.
- Army canteen



This building is identified in the old Dutch Maps. Having constructed using sand, lime and coral it is further evident to having been built during Dutch period and used by Galle Fort Police in 1844. This building is now housing the Police Criminal Investigation Unit.

- Police Barracks

This building continues to be used as Police Barracks.



- Building adjoining Police Barracks.

Identified as a construction dating back to Dutch period, this building is presently used to house part of the Police Barracks.



- Tea Small Holding Authority building.

This building, situated at where Rampart Street and Lighthouse Street meet is identified according to its structure to having been erected during British period. At present it is used and maintained by Tea Small Holding Development Authority.



➤ Old Post Office building.

In the Dutch Map, this building can be identified as having been in the use of the Governor while it is also said to have been used for the Department of Trade Management (Trade office / Negotee- Kantoor). During 1750's, this building had been used as official residence of the Chief Clerk or subordinates. Section adjoining the building was the Administrator's residence. It was Galle Telegraph Office and Galle Post Office from the first half of 20th century.



7.4. OTHER ACTIVITIES

- Lecture son “National Heritages and World Heritages in Sri Lanka” were conducted for officers attached to Balapitiya Police Training College.
- Unauthorized photographing in Galle Fort was prevented on two occasions. Here, drone type cameras were mostly
- One unauthorized construction within Galle Fort carried out contradictory to rules and regulation of Urban Development Authority was reported to relevant authorities for further action.
- Vehicles parked in the Fort obstructing the roads were reported to Police.
- In order to limit entrance of vehicles to Galle Fort as requested by Urban Development Authority Act, arrangements were made to prevent vehicles exceeding 5 Meters of height and weighing over 5 tons entering Galle Fort.
- In collaboration with the Mobile Patrol Unit of Galle Police, intervened in preventing uncivilized activities and misconduct taking place in Galle Fort.
- In the course of investigations conducted with our guidance together with the officers from the Department of Immigration and Emigration, five foreigners who remained in Galle Fort without visas were found and were reported to relevant authorities for further action.
- Participated in the workshop conducted on 16.12.2019 concerning preparation of a Management Plan for the place of tourist attraction “Patna” situated in the World Heritage “Sinharaja” in Deniyaya on the invitation of Southern Province Tourism Authority.

GALLE HERITAGE FOUNDATION

Financial Report for the year ended

31st December 2019

Ministry of Buddhasasana, Cultural & Religious Affairs

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GALLE HERITAGE FOUNDATION

Statement of Comprehensive Income

For the Year Ended 31st December 2019

	Note	2019 Rs.	2018 Rs.
Revenue	1	12,282,836.28	8,568,803.00
Gross profit on operation		12,282,836.28	8,568,803.00
Other income	2		
Operating	2.2	2,091,535.25	2,050,805.00
Non- operating	2.1	2,961,220.54	1,435,609.48
Total net income		17,335,592.07	12,055,217.48
<u>Less- expenditure</u>			
Administration	3	(12,075,623.74)	(11,393,443.15)
Recurrent nature capital project expences	5	(1,282,896.28)	(861,775.00)
Finance	4	(20,963.93)	(23,181.29)
Profit before taxation		3,956,108.12	(223,181.96)
Taxation for the year		-	-
Profit after taxation		3,956,108.12	(223,181.96)
Other comprehensive income		-	-
Total comprehensive income for the year		3,956,108.12	(223,181.96)

Galle Heritage Foundation**Statement of Financial Position**

As at 31st December

	Note	31-12-19 Rs.	31-12-18 Rs.
Assets			
Current assets			
Cash and cash equivalents	12	3,345,516.60	1,364,352.20
Investment in fixed deposits	7.2	12,120,065.62	11,040,668.69
Temporary Retention		1,027,911.24	929,003.74
Interest receivables	9	435,663.60	180,619.40
Staff loans receivables	10	1,727,243.83	1,540,843.58
Trade and other receivables	11	14,500.00	42,498.00
Inventories		792,864.74	792,864.74
LECO Deposit		1,800.00	1,800.00
Bottle Deposit		7,285.00	7,285.00
Total current assets		19,472,850.63	15,899,935.35
Non-current assets			
Property plant and equipment	6	35,004,076.12	33,955,024.22
Investments	7.1	16,628,634.25	12,000,000.00
Contingence Assets		-	1,870,747.18
Capital project work in progress	8	16,685,552.71	3,114,218.75
Total non-current assets		68,318,263.08	50,939,990.15
Total assets		87,791,113.71	66,839,925.50
Equity and liabilities			
Current liabilities			
Refundable deposit (Conservation of I/C)		50,000.00	-
PAYE AC		-	5,000.00
Unidentified Income AC		-	100,000.00
Recurrent Expenses Payable A/C		619,479.30	-
Capital Expenses Payable A/C		3,393,898.27	-
Total current liabilities		4,063,377.56	105,000.00
Non current liabilities			
Prov. For Gratuity AC		417,378.11	237,044.50
Total non current liabilities		417,378.11	237,044.50
Total liabilities		4,480,755.67	342,044.50
Capital and reserves			
Contributed capital		65,048,789.04	53,566,685.32
Revenue reseve		18,052,768.99	12,722,395.68
Assets revaluation reserve		208,800.00	208,800.00
		83,310,358.03	66,497,881.00
Total equity		83,310,358.03	66,497,881.00
Total equity and liabilities		87,791,113.71	66,839,925.50

CHAIRMAN
P. Dahanayaka
GALLE HERITAGE FOUNDATION

Accounts Officer
W.P.R. Anuruddha
GALLE HERITAGE FOUNDATION

Galle Heritage Foundation

Statement of Cash flow

For the Year Ended 31st December

	2019 Rs.
<u>Cash flows from operating activities</u>	
Net Profit	3,956,108.12
<u>Adjustment for:</u>	
(+) Depreciations (Note 03)	318,458.10
(+) Gratuity expense (Note 03)	180,333.61
(+) Bank Charges (Note 04)	725.00
(+) With Holding Tax Expenditure AC (Note 04)	20,238.93
(-) Interest Income (Note 02 - 2.1)	
Interest Income from FDs	(2,774,441.33)
Interest Income from Saving Acs	(55,759.29)
Interest Income from Staff Loans	(74,688.42)
(+)Cash inflows generate through prior year profit adjustments	20,300.00
(-)Cash outflows generate through prior year profit adjustments	(25,000.00)
<u>Working capital changes:</u>	
<u>Movement in current assets:</u>	
<u>(Increase)/Decrease in</u>	
Temporary Retention	(98,907.50)
Trade & other receivables (Note 11)	27,998.00
<u>Movement in current liabilities:</u>	
<u>Increase/(Decrease) in</u>	
PAYE payable amount	(12,000.00)
Recurrent Expenses Payable amount	619,479.30
Net cash flow from/(used in) operating activities	2,102,844.52
<u>Cash flows from investing activities</u>	
Acquisition of property plant and equipment (Note 06)	(1,367,590.00)
Proceeds from disposal of investments (Note 13)	17,168,403.00
Investments made during the year (Note 15)	(20,004,362.30)
Interest received (Note 14)	2,469,225.44
Capital expenditure incurred during the year (Note 17)	(10,006,131.92)
Net cash from/(used in) Investing activities	(11,740,455.78)
<u>Cash flows from financing activities</u>	
Capital fund received from ministry	11,482,103.72
Special projects done by using the funds of PB Saving AC (Note 16)	157,635.87
Bank Charges (Note 04)	(725.00)
With Holding Tax Expenditure AC (Note 04)	(20,238.93)
Net cash from/(used in) financing activities	11,618,775.66
Net increase/(decrease) in cash and cash equivalents	1,981,164.40
Cash and cash equivalents at the beginning of the year	1,364,352.20
Cash and cash equivalents at the end of the year	3,345,516.60

Galle Heritage Foundation

Statement of Changes in Equity

	Contributed Capital (Rs.)	Revenue Reserve (Rs.)	Assets revaluation reserve (Rs.)	Total (Rs.)
Balance as at 01st January 2018	50,922,668.95	11,620,761.40	208,800.00	62,752,230.35
Capital Received from Ministry during the year	2,644,016.37	-	-	2,644,016.37
Profit / (Loss) for the year	-	(223,181.96)	-	(223,181.96)
Adjustments during the year	-	1,324,816.24	-	1,324,816.24
Balance as at 01st January 2019	53,566,685.32	12,722,395.68	208,800.00	66,497,881.00
Capital Received from Ministry during the year	11,482,103.72	-	-	11,482,103.72
Profit for the year	-	3,956,108.14	-	3,956,108.14
Adjustments during the year	-	1,374,265.17	-	1,374,265.17
Balance as at 31st December 2019	65,048,789.04	18,052,768.99	208,800.00	83,310,358.03

**ACCOUNTING POLICIES AND NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31
DECEMBER 2019**

1. Corporate Information

1.1 General

Galle Heritage Foundation is a statutory institution of Ministry of Buddhasasana, Cultural & Religious Affairs. Incorporated on 26th April 1994, Galle Heritage Foundation Act no .7 of 1994 parliament of the democratic socialist republic of Sri Lanka. The registered office of the institution is located at, Galle Heritage Foundation, No.12, Rampart St, Fort, Galle in the Galle District.

1.2 The Objects of the Foundation

- a) Promote the preservation, conservation, and development, of the Galle fort together with its historic hinterland, as a historic city centre and as an area of archaeological interest;
- b) Subject to the provisions of written law, to acquire, hold, maintain and dispose of, any immovable and movable property within the Galle fort and its historic hinterland which has historical, cultural or aesthetic value;
- c) To promote interest among the residents of the Galle fort in the preservation of the houses, building and other property within the said fort and its historic hinterland, and to educate such residents, on the conservation and preservation of the said fort and its historic hinterland and on the Historical, cultural, archaeological and aesthetic aspects of the said fort and its historic hinterland and to re construct, renovate, upgrade, restoer, and find new uses for, the houses and buildings, in the said fort and its historic hinterland;
- d) To provide access to, and facilities for, the enjoyment of the Galle fort and its historic hinterland;
- e) To promote the general welfare of the residents of Galle fort and of its historic hinterland ; and
- f) To do all such other acts or things as may be necessary for the accomplishment of all or any of the above objects.

1.3 Number of Employees

The number of employees at the end of the financial year was 13

2. Summary of Significant Accounting Policies

2.1 General Policies

2.1.1 Statement of Compliance

The balance sheet, statement of income, statement of changes in equity and the cash flow statement, together with the accounting policies and notes (the financial statement) of the foundation as at 31st December 2019 and for the year then ended have been prepared and presented in accordance with the public sector Accounting Standard.

2.1.2 Basis of Preparation

The financial statements presented in Sri Lanka Rupees, have been prepared on a historical cost basis.

2.1.3 Taxation

Income tax has been exempted; the foundation was a statutory institution of Ministry of Buddhasasana, Cultural & Religious Affairs.

2.1.4 Financial Period

Galle Heritage Foundation is a statutory institution of Ministry of Buddhasasana, Cultural & Religious Affairs. Therefore has a common financial year, which ends on 31 st December.

2.2 Valuation of Assets and their Measurement Bases

2.2.1 Property, Plant & Equipment

The cost of property, plants & equipment is the cost of purchase or construction together with any incidental expenses there on. The property, plants & equipment are recorded at the cost.

Depreciation

The property, plant & equipment of the foundation have been depreciation on a straight line basis.

Building & Other Establishments	05%
Machinery & Plant	20%
Furniture & Fittings	10%
Office Equipments& Others	20%

2.2.2 Receivables

Receivables are stated at the amounts that are considered to be released.

The basis is as follows.

Month	Provision
1 - 12	No Provision
12 - 36	100 %

2.2.3 Cash & CashEquivalent

For the purpose of cash flow statement cash & cash equivalent consist of cash in hand, cash in transits, saving accounts & fixed deposit in banks.

2.3 Liabilities & Provisions

2.3.1 DefinedContributionPlan

Contribution to Employee Provident Fund, Employees' Trust Fund & Gratuity Fund covering all employees are recognized as an expense in the income & expenditure account.

2.3.2 Other Payables

Other payables are stated at their cost.

2.4 Income & Expenditure Statement

2.4.1 Grants & Donations

All grants & donations are recognized on accrual basis in relation to the expense incurred during the year.

2.4.2 Revenue Recognition

Revenue is recognized to the extent that is probable that the economic benefit will flow to the foundation and the revenue and associated costs incurred or to be incurred can be reliably measured. Revenue is measured of their value of the consideration received & receivable. The following specific criteria's are used for the purpose of recognition of revenue.

- (a) Received from Ministry
- (b) Received from Operating Activities
- (c) Interest on Bank Deposit

2.4.3 Expenditure Recognition

Expenses are recognized in the income & Expenditure account on the basis of direct association between the cost incurred and the earning of specific items of income. All expenditure incurred in the running of the foundation and in maintaining the property, plant & equipment efficiently has been charged to income in arriving at the profit for the year.

GALLE HERITAGE FOUNDATION

Notes to the accounts for the year ended 31st December

Note-01	2019	2018
Revenue	Rs.	Rs.
Fund Received from Ministry for Recurrent Expenses	10,999,940.00	8,568,803.00
Expenses of recurrent nature to be born by Capital fund	1,282,896.28	-
Gross Revenue	12,282,836.28	8,568,803.00
Less:		
Taxes	-	-
Net turnover	12,282,836.28	8,568,803.00

Note-02	2019	2018
Other income	Rs.	Rs.
Non-operating income Note 2.1		
NSB FD 2-0003-18-65854 Interest Income	288,506.68	
BOC FD 85125046 Interest Income	232,322.52	
BOC FD 71618992 Interest Income	86,675.66	
PB FD - 013-60-01-00010660-1 Interest Income	183,668.52	
PB FD - 013-60-01-00011869-8 Interest Income	327,061.44	
PB FD - 013-60-01-00015793-0 Interest Income	1,421,921.92	1,371,123.06
PB FD - 013-60-01-00007534-1 Interest Income	234,284.59	
PB Saving AC - Interest Income	12,545.08	
BOC Savings AC - Interest Income	222.16	
Staff Gratuity Saving AC - Interest Income	42,992.05	
Interest Income from Staff Loans - Distress loans	67,534.83	64,486.42
Interest Income from Staff Loans - Motorbike loan	7,153.60	
Donations	56,331.50	-
	2,961,220.54	1,435,609.48
Operating income Note 2.2		
Photographic Permission Income	955,500.00	914,800.00
Sundry Income AC	30,664.00	49,475.00
Rent Income AC from Triton Bastion	1,105,371.25	1,086,530.00
	2,091,535.25	2,050,805.00
Total	5,052,755.79	3,486,414.48

GALLE HERITAGE FOUNDATION**Notes to the accounts for the year ended 31st December**

Note-03	2019	2018
Administration expenses	Rs.	Rs.
Agrahara Insurance Expenditure	32,000.00	
Depreciation	318,458.10	
Disaster Recovery	111,345.50	
Electricity Expenditure	78,012.48	
EPF Expenditure	523,593.42	
Equipment Maintenance Expenditure	244,487.52	
ETF Contribution_03%	130,898.35	
Fort Maintenance Cost	2,047,875.00	
Fuel Allowance to Chairman	453,797.67	
Fuel Expenditure	350,385.28	
Janitorial Services Expenditure	480,324.12	
Legal Fees - LT Case	48,560.00	
Office Maintenance Expenditure	108,496.87	
Other Expenses	43,849.54	
Postal charges	22,840.00	
Printing related cost	101,542.00	
Refreshment Expenditure	39,132.00	11,393,443.15
Salary Expenditure	5,430,600.93	
Sitting Allowance (To Mgt B/Members)Expenditure	370,000.00	
Staff Gratuity Expenses	180,333.61	
Staff Over Time Expenditure	162,855.62	
Staff welfare	46,131.08	
	196,145.00	
Stationery Expenditure & Cost of Purchasing of minor office equipment		
Telephone Charges Expenditure	168,220.85	
Trainees' allowances	30,500.00	
Translation Fees	58,380.50	
Transport Fee Expenditure	41,223.00	
Uniform Allowance Expenditure	8,000.00	
Vehicle Insurance Expenditure	18,636.05	
Vehicle Maintenance Expenditure	221,590.00	
Water Bill Expenditure	7,409.25	
Total	12,075,623.74	11,393,443.15

Note-04	2019	2018
Finance Cost	Rs.	Rs.
Bank Charges AC	725.00	-
With Holding Tax Expenditure AC	20,238.93	23,181.29
Total	20,963.93	23,181.29

Note-05	2019	2018
Recurrent nature capital project expenses	Rs.	Rs.
Capital Project - CHOGM Light	230,930.00	-
Capital Project - Fort Cities Program	557,846.28	599,063.50
Capital Project - Heritage Calendar	150,000.00	45,082.00
Capital Project - Program	56,770.00	-
Capital Project - Research Program - 2019	287,350.00	217,629.50
Total	1,282,896.28	861,775.00

Galle Heritage Foundation

Notes to the accounts for the year ended 31st December

Note-6 Fixed assets	Cost			Depreciation			Carrying amount as at 31.12.19	Carrying amount as at 31.12.18
	Balance as at 01.01.19	Additions	Disposals	Balance as at 31.12.19	Disposals	Charge for the year	Balance as at 31.12.19	
Establishment & Welfare facility	34,907,709.20	-	-	34,907,709.20	-	-	3,551,839.11	31,355,870.09
Machineries & Plants	950,644.69	-	-	950,644.69	-	-	950,644.69	-
Furnitures & Fittings	2,569,769.05	392,820.00	-	2,962,589.05	-	180,474.77	850,265.24	1,899,978.58
Office equipments	1,105,027.64	974,690.00	-	2,079,717.64	-	137,983.33	543,835.42	699,175.55
Total	39,533,150.58	1,367,510.00	-	40,900,660.58	-	318,458.10	5,896,584.46	33,955,024.22

Galle Heritage Foundation**Notes to the accounts for the year ended 31st December**

Note-7	12/31/2019	12/31/2018
Investments	Rs.	Rs.
Note-7.1		
Investment in fixed deposits - long term		
P/Bank FD AC No. 013-60-01-00015793-0	-	12,000,000.00
BOC Fixed Deposit AC No. 85125046	16,628,634.25	-
Total	16,628,634.25	12,000,000.00

Note-7.2	12/31/2019	12/31/2018
Investment in fixed deposits - short term	Rs.	Rs.
NSB Fixed Deposit AC No. 2-0003-18-65854	2,934,115.14	2,681,558.79
BOC Fixed Deposit AC No. 71618992	1,037,650.05	946,719.40
P/Bank FD AC No. 013-60-01-00010660-1	2,024,448.83	1,841,557.81
P/Bank FD AC No. 013-60-01-00011869-8	3,560,585.18	3,239,017.19
P/Bank FD AC No. 013-60-01-00007534-1	2,563,266.42	2,331,815.50
Total	12,120,065.62	11,040,668.69

Note-8	12/31/2019	12/31/2018
Capital project work in progress	Rs.	Rs.
Conservation Building Plans project	2,789,174.53	-
Court Square Elc project	659,330.00	616,832.00
KAFA Toilet project	6,149,670.00	175,184.02
M/B Children Art Gallery	881,380.00	-
Renovation cost of toilet block @ Police residence A/C	1,152,103.19	-
Renovation of Information Center Cost A/C	1,157,620.24	262,959.38
Conservation of post office building expenditure A/C	179,485.77	-
Street Lamp Stage I A/C	1,784,544.12	1,784,544.12
Street Lamp Stage II A/C	1,434,479.86	50,449.23
WEB Development Project A/C	497,765.00	224,250.00
Total	16,685,552.71	3,114,218.75

Note-9	12/31/2019	12/31/2018
Interest receivables	Rs.	Rs.
NSB FD 2-0003-18-65854 Interest Receivable	81,503.20	58,845.32
BOC FD - 71618992 Interest Receivable	15,218.87	24,259.68
BOC FD 85125046 Interest Receivable	232,322.52	-
PB FD - 013-60-01-00010660-1 Interest Receivable	14,410.14	13,632.64
PB FD - 013-60-01-00011869-8 Interest Receivable	60,826.66	55,333.21
PB FD - 013-60-01-00007534-1 Interest Receivable	31,382.21	28,548.55
Total	435,663.60	180,619.40

Galle Heritage Foundation

Notes to the accounts for the year ended 31st December

Note-10	12/31/2019	12/31/2018
Staff loans receivables	RS.	Rs.
Distress Loan A/C_ Ishani	211,888.42	127,810.37
Distress Loan A/C_ Dilani	163,117.27	205,491.42
Distress Loan A/C_ Fouzana	148,592.83	191,563.34
Distress Loan A/C_ Shiranga	195,625.21	125,234.64
Distress Loan A/C_ Nevmal	207,919.67	133,110.33
Distress Loan A/C_ Samantha	195,625.33	122,388.73
Distress Loan A/C_ Buddhi	211,895.39	144,140.85
Distress Loan A/C_ Saman	210,185.69	185,934.23
Moter Bick Loan A/C - Ishani	143,957.03	192,324.18
Special Loan - Ishani	19,441.00	58,357.50
Special Loan - Saman	17,745.99	53,238.00
Festival Advances AC	1,250.00	1,250.00
Total	1,727,243.83	1,540,843.58

Note-11	12/31/2019	12/31/2018
Trade and other receivables	RS.	Rs.
Trade debtors	-	-
Other receivables	14,500.00	42,498.00
Total	14,500.00	42,498.00

Note-12	12/31/2019	12/31/2018
Cash and cash equivalents	RS.	Rs.
PB_CA - Netherlands AC	14,265.48	14,265.48
PB_Gravity Saving AC	1,097,055.39	1,056,212.88
PB_Saving AC	2,228,675.05	288,339.20
BOC_Saving AC	5,520.68	5,534.64
Total	3,345,516.60	1,364,352.20

Galle Heritage Foundation**Notes to the accounts for the year ended 31st December**

Note-13	12/31/2019
Proceeds from withdrawal of investments	Rs.
Capital repayment of Staff loans in	
Distress Loans	336,993.10
Moter Bick Loan	48,367.15
Special Loan	74,408.50
Festival Advances	80,000.00
Closed FD @ People's bank (013-60-01-00015793-0)	16,628,634.25
Total	17,168,403.00

Note-14	12/31/2019
Interest received in during the year	Rs.
Interest Income from FDs	2,338,777.72
Interest Income from Saving Acs	55,759.29
Distress Loans	67,534.83
Moter Bick Loan	7,153.60
Total	2,469,225.44

Note-15	12/31/2019
Investments made during the year	Rs.
New FD opening at BOC	16,628,634.25
Renewal of FDs during the year	2,338,777.72
Reinvestment of Saving ACs during the year	130,447.71
Renewal of staff loans (Distress) during the year	646,169.00
Granted the festival advances during the year	80,000.00
Deposit to Gratuity provision S_AC	180,333.61
Total	20,004,362.30

Note-16	12/31/2019
Special projects done by using the funds of PB Saving AC	Rs.
Conservation of post office building expenditure	127,135.87
Celebration of Galu Uruma Day program	30,500.00
Total	157,635.87

Note-17	12/31/2019
Capital expenditure incurred during the year	Rs.
Conservation Building Plans project	1,618,119.63
KAFA Toilet project	4,354,324.35
M/B Children Art Gallery	604,980.00
Renovation cost of toilet block @ Police residence A/C	939,001.45
Renovation of Information Center Cost A/C	862,160.86
Street Lamp Stage II A/C	1,384,030.63
WED Development Project A/C	243,515.00
Total	10,006,131.92

1. Financial Statements

1.1 Qualified Opinion

The audit of the financial statements of the Galle Heritage Foundation for the year ended 31 December 2019 comprising the statement of financial position as at 31 December 2019 and the statement of comprehensive income, statement of changes in equity and cash flow statement for the year then ended 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 provisions of the National Audit Act, No. 19 of 2018 and the Finance Act No. 38 of 1971. My comments and observations which I consider should be report to Parliament appear in this report.

In my opinion, except for the effects of the matters described in paragraph 1.5 of this report, the accompanying financial statements give a true and fair view of the financial position of the Galle Heritage Foundation as at 31 December 2019, and of its financial performance and its cash flows for the year then ended in accordance with Sri Lanka Public Sector Accounting Standards.

1.2 Basis for Qualified Opinion

My opinion is qualified on the matters described in paragraph 1.5 of this report.

I conducted my audit in accordance with Sri Lanka Auditing Standards (SLAuSs). My responsibilities, under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of my report. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my qualified opinion.

1.3 Responsibilities of Management and Those Charged with Governance for the Financial Statements

Management is responsible for the preparation of financial statements that give a true and fair view in accordance with Sri Lanka Public Sector Accounting Standards, and for such internal control as management determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the Galle Heritage Foundation ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intend to liquidate the Galle Heritage Foundation or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Foundation's financial reporting process.

As per Section 16(1) of the National Audit Act No. 19 of 2018, the Galle Heritage Foundation is required to maintain proper books and records of all its income, expenditure, assets and liabilities, to enable annual and periodic financial statements to be prepared of the Galle Heritage Foundation.

1.4 Scope of the Audit

My objective is to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes my opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Sri Lanka Auditing Standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with Sri Lanka Auditing Standards, I exercise professional judgment and maintain professional scepticism throughout the audit. I also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for my opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Foundation's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the management.
- Conclude on the appropriateness of the management's use of the going concern basis of accounting and based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Foundation's ability to continue as a going concern. If I conclude that a material uncertainty exists, I am required to draw attention in my auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify my opinion. My conclusions are based on the audit evidence obtained up to the date of my auditor's report. However, future events or conditions may cause the Galle Heritage Foundation to cease to continue as a going concern.

- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

The scope of the audit also extended to examine as far as possible, and as far as necessary the following;

- Whether the organization, systems, procedures, books, records and other documents have been properly and adequately designed from the point of view of the presentation of information to enable a continuous evaluation of the activities of the Galle Heritage Foundation, and whether such systems, procedures, books, records and other documents are in effective operation;
- Whether the Galle Heritage Foundation has complied with applicable written law, or other general or special directions issued by the governing body of the Galle Heritage Foundation;
- Whether the Galle Heritage Foundation has performed according to its powers, functions and duties; and
- Whether the resources of the Galle Heritage Foundation had been procured and utilized economically, efficiently and effectively within the time frames and in compliance with the applicable laws.

1.5 Financial Statements

1.5.1 Internal Control over the Preparation of Financial Statements

Entities are required to “devise and maintain” a system of internal accounting controls sufficient to provide reasonable assurance that , transactions are executed in accordance with management’s general or specific authorization, transactions are recorded as necessary to permit preparation of financial statements in conformity with the applicable reporting standards , and to maintain accountability for assets, access to assets is permitted only in accordance with management’s general or specific authorization, and the recorded accountability for assets is compared with the existing assets at reasonable intervals and appropriate action is taken with respect to any differences. Issues with regard to maintenance of key accounting records such as General Ledger, Journal and Journal vouchers, payment vouchers etc. may include under this heading.

1.5.2 Accounting Deficiencies

	Audit Observation	Comments of the Management	Recommendation
(a)	Transactions worth Rs. 1,374,265 had been written off to the Consolidated Fund in the year under review without taking action to reconcile the changes that had been observed in relation to the transactions. Therefore, the balance of the accumulated funds stated in the financial statements had been understated by that amount.	Transactions had not been written off from the accumulated fund.	Action should be taken to examine the transactions and to reconcile the changes prior to writing off the transactions from the accumulated fund.
(b)	Detailed documents pertaining to the withholding balance of Rs. 1,027,911 stated under current assets in the statement of financial position of the year under review had not been submitted to audit.	The detailed note in the general ledger is submitted.	Detailed documents relating to the balance under current assets should be submitted along with the financial statements.
(c)	The allocation for gratuity for the year under review had been understated by Rs.605,916 in the financial statements. Therefore, the surplus for the year under review had been overstated by that amount in the financial statements.	I will make arrangements to rectify the understatement of the allocation for gratuity.	The correct value should be allocated for gratuity.
(d)	Under the financial activities of the Cash Flow Statement, grants received from the Ministry had been understated by Rs.800,732 and employee loans had been understated by Rs. 122,777.	Answers had not been given.	Action should be taken to account the correct balances.

1.5.3 Documentary Evidences not made available for Audit

Item	Amount Rs.	Evidence not Available	Comments of the Management	Recommendation
Fixed assets	40,900,661	(i) Fixed Asset Verification Reports (ii) Updated Fixed Asset Registers	We will take necessary action to submit the requested information to you in the future.	Updated correct registers relating to non-current asset balances presented in the financial statements should be submitted.

Stock 792,865

(i) Reports of Stock and Goods Survey Boards

(ii) Updated inventory

Action should be taken to submit the inventory pertaining to the stock balance and survey board reports to audit.

1.5.4 Non-compliance with Laws, Rules, Regulations and Management Decisions

The following instances of noncompliance were observed during the audit.

Reference to Laws, Rules and Regulations	Non-compliance	Comments of the Management	Recommendation
(a) FR 756 of the Financial Regulations of the Democratic Socialist Republic of Sri Lanka	Although the annual survey of goods had to be carried out, action had not been taken accordingly.	An Annual Survey of Goods has been conducted under the guidance of the Line Ministry. The Goods Survey for the year 2019 was conducted in March 2020.	Action should be taken to conduct annual surveys of goods in accordance with the Financial Regulations.
(b) In accordance with Paragraph 7.4.1 of the Public Enterprise Circular No. PED / 12 of 02 June 2003.	Although Audit and Management Committee meetings should be held quarterly, Audit and Management Committee meetings had not been held.	It is acknowledged that the Audit and Management Committee meetings should be held in accordance with the Public Enterprise Circular No. PED/12 dated 02.06.2003 and the Galle Heritage Foundation has duly attended the Audit and Management Committee meetings held by the Line Ministry, under which the Foundation has been functioning.	Audit and Management Committee meetings should be held in accordance with the Circular.
(c) Section 16 of the Galle Heritage Foundation Act No. 07 of 1994	Even though the Annual Report of the previous year had to be tabled in Parliament, it had not been accomplished so.	Comments had not been made.	The performance report should be prepared on the due date.

2. Financial Review

2.1 Financial Result

As per the financial statements, the operating result of the year ended 31 December 2019 amounted to a surplus of Rs. 3,956,108 and the corresponding deficit in the preceding year amounted to Rs. 223,182. Therefore, an improvement amounting to Rs. 4,179,290 or 1873 per cent was observed in the financial result of the year under review when compared with the financial result of the previous year.

3. Operational Review

3.1 Management Inefficiencies

	Audit Observation	Comments of the Management	Recommendation
(a)	A supplier had been selected for Rs.300,000 to set up a new website for the Galle Heritage Foundation and a sum of Rs. 224,250 had been paid in 2018 and Rs. 273,515 had been paid in 2019. Although it had been agreed to set up the Website for a sum of Rs. 300,000, an amount of Rs. 497,765 had been paid by 31 December 2019 without an approval. The work of setting up the website had not been completed and a sum of Rs. 197,765 had been overpaid by exceeding the value of procurement.	The web design work was completed at the beginning of December in the year 2019 and it is proposed to account the total cost after releasing the retained amounts under "Lanka Accounting Standards No. (LKAS) 38 - Intangible Assets"	The approval must be obtained for paying by exceeding the agreed amount.
(b)	The Kafa toilet system in Galle Fort was awarded to a contractor on 21 March 2019 at a contractual amount of Rs. 6,932,275 to modernize the toilet system in a way that it suited its architectural value and according to the agreement, the construction work was to be started on 25 March 2019 and to be completed on 26 August 2019. However, construction work was not completed until the end of January 2020 and however, a sum of Rs. 4,348,387 was paid for the bills that were submitted.	The Galle Heritage Foundation was unable to meet this target in the last quarter of 2017 as the Foundation had no specific institution or individual to prepare estimates for the project. Owing to this reason, the Karapitiya branch of CECB was selected in 2018 as the Consultant for this construction subjected to the approval of the Board of Management. Accordingly, they prepared the relevant bidding documents and submitted them on 08 March 2018. We commenced the procurement process on 09 March 2018 and selected a contractor. There has been a delay in the implementation of the project and transferring of the Galle Heritage Foundation to several Line Ministries on several occasions was one of the reasons for this delay.	Action should be taken to complete the relevant work on due time.

- (c) Although a Cabinet Memorandum was prepared in 2015 recognizing the need to amend the Galle Heritage Foundation Act No. 7 of 1994 to obtain the necessary powers for the Galle Heritage Foundation and to increase the revenue generation for the Foundation, amendments to the Act had not been made even by 31 December in the year under review.
- The Galle Heritage Foundation was under the purview of various line ministries on several occasions and the Foundation was also under the Ministry of Sports. Therefore, the work of making amendments to the Act could not be carried out successfully. However, I look forward to accomplishing this task even under the present Ministry.
- Action should be taken to get the Act amended.

3.2 Idle and Underutilized Assets

Audit Observation	Comments of the Management	Recommendation
(a) Even though 16 canvases were painted at a cost of Rs. 1,520,000 in the year 2016 and the paintings were obtained to preserve the old Dutch War Room at the Moon Watchtower in Galle Fort and to transform it into an exhibition gallery reflecting the historical heritage of Galle, the paintings had been lying idle in the office premises of the Foundation for more than 6 years up to the date of this report, without accomplishing the task.	All the watchtowers, other than the Moon Watchtower, will be converted under the World Bank assisted projects into various galleries and museums for tourists to get experiences and it was decided to develop the Moon Battle Room as a special gallery for children. Accordingly, the original theme of the gallery was revised. Accordingly, the historical series related to the 16 paintings and 12 statues is being further developed and cartoon interpretation paintings are being added to make it more attractive to children. Likely, it is scheduled to carry out some of the work of the gallery under the World Bank projects.	Action should be taken to use the money by spending for the specified purposes.
(b) Even though a total of Rs.1,013,005 had been spent in 2015 for the installation of two air conditioners and for the installation of wooden frames to cover the power lines, the machines have been still idle due to non-completion of work in this room even by 15 June 2020, the date of audit.	Air conditioners are used in this war room for various exhibitions and during the daily opening of this room for travelers. This room was also used to temporarily house an exhibition gallery containing historical information on African slaves. We are of the opinion that one of the air conditioners may have been inactive due to the closure of the gallery during the period of CoViD - 19. It is proposed to complete the work of this gallery in the next few months. Sixteen (16) canvas paintings will also be displayed with children's paintings when the gallery is opened.	Arrangements should be made to complete the work in the room and make use of the air conditioners.

3.3 Human Resource Management

Audit Observation	Comments of the Management	Recommendation
Although there were vacancies in the Posts of Chief Executive Officer, Administrative Officer, 06 Project Assistants and 02 Posts of Security Guard, action had not been taken to fill those vacancies. Even though 15 years have elapsed since the establishment of the Galle Heritage Foundation under the Galle Heritage Foundation Act No. 07 of 1994, a female officer had been recruited for the Post of Administrative Officer on contract basis with effect from 02 January 2006 and she had been employed in the Post for more than 14 years by extending the contract period annually.	I would like to inform you that action will be taken in the future to recruit officers permanently for the posts of Director and Administrative Officer. Officers from the Line Ministry have already been assigned to 04 Posts out of the 06 Posts of Project Assistant. Action will be taken to recruit for the Posts of Project Assistant and Security Guard as per the future requirements.	Action should be taken to fill the vacancies systematically.