

2020  
வாரீகை வாரீகை  
ஆண்டு அறிக்கை  
Annual Report



விசய கும்ரதுங்க அனுக்மரது ரேகடு  
விஜய குமரதுங்க நினைவு மருத்துவமனை  
Wijaya Kumaratunga Memorial Hospital



# Annual Report

## 2020-English

### Wijaya Kumaratunga Memorial Hospital

<b>Index</b>	
<b>Contents</b>	<b>Pg .No .</b>
Historical background of WKMh	03-4
Corporate Information	05-6
The Chairman’s Letter forwarding Annual Report to the Honorable Minister of Health	07
Staff Strength as at 31/12/2020	08
Analysis of Services delivered by the Hospital	09-18
The major achievements ,special events & Donations in year 2020	19
Financial Statements as at 31/12/2020	20-35
Report of the Auditor General in terms of Section 12 of the National Audit Act No. 19 of 2018	36-41

<b>Vision</b>
To provide excellent healthcare and set an example of a model hospital
<b>Mission</b>
To utilize the facilities and staff presently available to a maximum in order to serve the health needs of the people of the area and the country with dedication and efficiency. In the long term, to expand the facilities available in the Hospital to provide State of the Art Healthcare in the areas of Medical , Surgical ,Ophthalmology, Diabetes and Wound Care.
<b>Corporate Objective</b>
The objective of the Hospital is to provide efficient healthcare service to the general public who come for treatment irrespective of social differences whilst providing efficient treatment on ophthalmic, surgical and diabetic management of high caliber

# **Annual Report and the Statement of Accounts of Wijaya Kumaratunga Memorial Hospital for the Year 2020 01<sup>st</sup> January, 2020 to 31<sup>st</sup> December, 2020**

## **HISTORICAL BACKGROUND**

Wijaya Kumaratunga Memorial Hospital was established by an Act of Parliament referred to as “The Wijaya Kumaratunga Memorial Foundation Act No. 38 of 1999” and published in the Gazette of the Democratic Socialist Republic of Sri Lanka on 12<sup>th</sup> November 1999.

Wijaya Kumaratunga Memorial Hospital was established in memory of late Mr. Wijaya Kumaratunga who was assassinated on 16<sup>th</sup> February 1988. Her Excellency Chandrika Bandaranaike Kumaratunga, the then President, initiated the Project to build a hospital to serve the people of Seeduwa, the hometown of Mr. Wijaya Kumaratunga.

This hospital was constructed by the Wijaya Kumaratunga Memorial Foundation on a three acre block of land at Seeduwa along the Colombo Negombo Highway within the limits of Katunayake-Seeduwa Urban Council and Katana Electorate in the Gampaha District. At the inception, the Hospital consisted of two wards (60 beds) and an OPD and served as a Primary Healthcare Unit specifically for the people of Seeduwa. The Hospital was officially opened to the public by Her Excellency, the then President Chandrika Bandaranaike Kumaratunga on the 09<sup>th</sup> of October 1999, the birthday of late Mr. Wijaya Kumaratunga. Management of the Hospital was to be by a Board of Directors and main source of fund was from the Government. At present, the Hospital caters to a large population by providing Primary Care and Tertiary Care in relation to Medicine ,Surgical and Ophthalmology .

While the Board of Directors take policy decisions, the operational and administration of day-to-day management of Wijaya Kumaratunga Memorial Hospital has been vested in the Wijaya Kumaratunga Hospital Board by “Wijaya Kumaratunga Hospital Board Act No. 38 of 1999” and published by a Government Gazette of Democratic Socialist Republic of Sri Lanka. Wijaya Kumaratunga Memorial Hospital is not profit-oriented as a matter of policy, but has its limited billing system where it charges selected areas such as surgical operations and some investigations. This is just to recover the cost. However, underprivileged people are exempted even from this nominal cost.

As part of development, the construction of a separate building consisting of an Eye Ward with 88 beds was initiated in the year 2004 bringing the total number of beds to 148. Then with a view to providing a high quality service to the public, the existing standards were enhanced and a fully functional Eye Ward including an Operating Theatre was commissioned during the year 2007.

During 2012 the construction of a separate two story building was completed and currently it is used for the purpose of General Stores, Duty Rooms ,Rest Rooms and a Lecture Hall, etc.

During 2015 construction of a three story Laboratory Building was completed to upgrade facilities for Laboratory . Currently it is used for Laboratory , Medical Record Room ,Internal Audit unit , Family Medical Clinic , Utility Rooms , etc.

During 2016 Surgical Unit was established and Surgical Ward opened in Ground floor of the Laboratory Building. The services of the Surgical Unit in year 2016 was expanded with the donation of Endoscopy Unit.

During 2017 Surgical Ward was shifted to Eye Building and OPD Laboratory was shifted to New Laboratory Building . Architectural drawings of proposed New Ward Complex Project was analyzed in the later part of 2017.

Procurement activities of the proposed ward complex was initiated in 2019 by the Ministry of Health .But the construction of Ward Complex was not started due to the policy decision of the government .

As main projects Renovation of Operation Theatre and construction of Doctors Rest Room was completed in 2019 which has been needed for several years .

As Covid 19 pandemic disrupt the hospital services ,the Steps have been taken to provide continues healthcare service following the protective methods and guidelines of Ministry of Health in year 2020.

Renovation works of Eye Building is the major project done in year 2020.

The hospital has 5 wards and total of 137 beds at present ( in 2020 )

# Corporate Information

01-01-2020 ~ 31-12-2020

## Name of the Organization

Wijaya Kumaratunga Memorial Hospital

## Address

Wijaya Kumaratunga Memorial Hospital ,Seeduwa

## Management

By the Board of Directors

## Legal Form

Establishment by an Act of Parliament No. 38 of 1999

## Auditors

- Auditor General , National Audit Office ,306/72, Polduwa Road ,Battaramulla
- Internal Audit Unit ,Ministry of Health & Indigenous Medical services ,No 26 , Sri Sangaraja Mw , Colombo 10

# Board of Directors

01-01-2020 ~ 31-12-2020

## Chairperson

Former President , Her Excellency Madam Chandrika Bandaranaike Kumaratunga

## Directors

- Dr.Anil Jasinghe,Director General of Health Services , Ministry of Health & Ind Medical services
- Mr. N.A. Umagiliya,
- Mrs. Sumana Yapa, Representative of Treasury
- Mr. Ananda Wimalasena
- Mr.Ravindra Ekanayake

# Audit Committee

01-01-2020 ~ 31-12-2020

## Chairman

Mrs. Sumana Yapa, Director ,Department of National Budget ,Ministry of Finance

## Observer

Mrs. R.G.D.Priyadarshani, Chief Internal Auditor Ministry of Health & Indigenous Medical services

Mrs. R.M.K. Kalyani, Superintendent of Audit ,National Audit Office ,Battaramulla

## Member

Dr.ULRM Perera, Director , WKMH

### In attendance

Dr.N De S Gunasekara-CMO , Wijaya Kumaratunga Memorial Hospital

Mrs. PAMPN Perera -Internal Auditor , Wijaya Kumaratunga Memorial Hospital

P.D.T.P.N.Bernard -Accountant , Wijaya Kumaratunga Memorial Hospital

Mr.RAASK Ranasinghe- Administrative Officer , Wijaya Kumaratunga Memorial Hospital

**Bankers** – Bank of Ceylon ,Seeduwa

## Chairman's Letter forwarding Annual Report

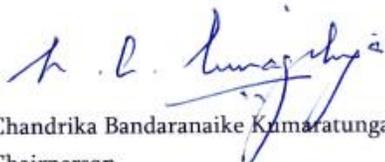
Hon .Minister of Health,  
Ministry of Health and Indigenous Medical services  
385, BaddegamaWimalawansaThero Mw.  
"Suwasiripaya",  
Colombo 10.

**Annual Report and the Financial Statements of  
Wijaya Kumaratunga Memorial Hospital Board  
for the Year Ended 2020**

In terms of section 14 (2) of the Financial Act No.38 of 1971, I. on behalf of Wijaya Kumaratunga Memorial Hospital Board, herewith submit the Annual Report and the relevant Financial Statements of Wijaya Kumaratunga Memorial Hospital Board for the year ended 31<sup>st</sup> December, 2020.

Thank you.

Yours faithfully,



Chandrika Bandaranaike Kumaratunga,  
Chairperson  
Wijaya Kumaratunga Memorial Hospital,  
Seeduwa.

Copy : Secretary, Ministry of Health and Indigenous Medical Services

## Staff Strength as at 31<sup>st</sup> December 2020

Designation	Approved Cadre	In Position
Director	1	1
Consultant Anesthetist	1	-
Consultant Physician	2	1-Permanent 1-Attachment from MOH
Consultant Surgeon	1	1
Consultant Enchrinologist	1	0
Consultant Eye surgeon	2	- *
Chief Medical Officer	1	-
Medical Officer	26	22
Dental Surgeon	2	1
Internal Auditor	1	1
Accountant	1	1
Registered Medical Officer	2	3
Special Grade Nursing Officer	1	1
Nursing Sister	2	1
Nursing Officer	81	70
Administrative Officer	1	1
Pharmacist	6	6
Radiographer	2	2
Medical Laboratory Technologist	5	4
Ophthalmic Technologist	4	3
Nutritionist	1	0
Forman	1	0
AC Technician	1	0
E.C.G. Recordist	1	1
Management Assistant	11	9
Dispenser	3	2
Diet Stewardess	1	1
House Warden	1	0
Medical Record Room Assistant	1	1
Driver	5	3
Electrician	1	1
Maintenance Labour	3	3
Lab Orderly	2	0
Cook	3	2
Gardener/Receptionist/Telephone Operator	3	0
Saukya Karya Sahayaka (Senior),(Junior)	69	65
<b>Total</b>	<b>250</b>	<b>208</b>

\*One Medical Officer has covered the service of Consultant Eye Surgeon

# Services Provided by the Hospital

---

## **Introduction:**

Wijaya Kumaratunge Memorial Hospital provides both outdoor care services and indoor care services. The outdoor patient department (OPD), Primary Care Unit (PCU), Endoscopy Unit and specialized clinics provide outdoor care services. Indoor services are provided at Medical ward , Surgical ward , Eye ward ,wound care ward as well as Operation Theatre .

Average bed occupancy rate during 2020 , 66.69%.

Total number of hospital admissions was 8,850 in 2020.

Clinic Drugs were posted by mail to clinic patients due to the covid pandemic in 2020. However the patients were allowed to collect their medicines such as insulin at the hospital with safety protocols .

Patient care services are supported by Dispensary, X-ray unit, Medical Laboratory and ECG unit of the hospital. Hospital provides non specialized as well as specialized services to the public. Ministry of Health has categorized the hospital as type A Divisional hospital .

Patients with medical, surgical and ophthalmic disorders who need indoor management are admitted to the wards from OPD, PCU and specialized clinics. The patients who need special investigations such as MRI, CT scan etc. are referred to National Hospital, North Colombo Teaching Hospital, Ragama.

## **1. Out Patients' Department (OPD)**

The majority of patients attending the OPD of the hospital are from Seeduwa, Kotugoda, Raddoluwa, Kandana, Ja-Ela, and Katunayake areas. Employees from Export Processing Zone of Katunayake are also among them. Apart from that , few patients from Minuwangoda and Gampaha area come to the hospital seeking treatment.

The total number of patients attended the OPD during 2020 were 71,212 and OPD treatment was continued from 8 am to 4 pm without limiting patients. The availability Specialist appointment system for Consultant Family Physician in OPD can be described as new service.

OPD has performed 8,703 dressings and 1,102 injections in 2020.

Table 1 shows the statistics in OPD during last five years.

## **2. Primary Care Unit (PCU)**

Previously this unit was known as the Emergency Care Unit , then became operational in 2020 as Primary Care Unit .The PCU which operates round the clock caters for all kinds of emergencies brought to the hospital. Victims of road traffic accidents, industrial accidents and factory emergencies from export processing zone, and domestic accidents are brought to the PCU. Acute emergencies are managed and patients who need medical, surgical and ophthalmic care are referred to nearby hospitals for specialized management.

The total number of patients who attended the PCU during 2020 were 15,134.Total attendance to PCU during last five years is shown in table 1.

## **3. Dental Unit**

Dental Unit is open for patients from Monday to Saturday . Priority is given to school children on Saturdays.

The types of treatments which are conducting in the clinic are restorative treatment, scaling & polishing ,extractions ,pediatric dental treatments and minor oral surgeries. Under minor oral surgeries we are doing mucosael removal , impacted 3<sup>rd</sup> molar removal & management of road traffic accidents.

In the year 2020, total of 4,757 patients attended the dental unit .Total attendance of Dental Unit during last five years is shown in table 1.

## **4. Medical Unit**

Medical Unit consist of two medical wards and medical clinic .

The male ward has 19 beds and the Female ward has 23 beds. Medical Clinics conducts from Monday to Saturday. Patients with, diabetes, hypertension, asthma and various medical problems are among the patients attending this clinic. In Saturdays there is a Endocrinology Clinic which is conducted by Endocrinologist and it is a specialized diabetic clinic too .

The total number of patients attended the medical clinic in 2020 was 34,012.Table 2 shows the statistics of Medical clinic , Ward 1( Male Ward) and Ward 2 (Female Ward ) during last five years.

## Other Special Clinics

- Family Medical Clinic

Consultant Family Physician has been attached from Ministry of Health . Specialist Family Medical Clinic , Specialist referral system and appointment system at OPD , Specialist treatment and care in OPD , outreach community health education and preventive care programmes . Total of 6,929 patients attended to Family Medical clinic in 2020.

- Other Clinics ( NCD and Well Women )

Apart from that Non communicable disease ( NCD) Clinic ,well women and family planning clinic were conducted by Grade Medical Officers on weekly basis.

1895 , 279 and 15 patients were treated by Psychiatric , NCD & well woman Clinics respectively during year 2020.

Table 3, 4 shows the statistics of other clinics during last five years.

- Visiting Clinics

Specialized Pediatric clinic, Diabetic and High blood pressure clinic , pediatric clinic , Psychiatric Clinic , ENT Clinic were the four visiting clinics conducted by visiting specialists on weekly basis. Total of 5413 , 182 , 1895 and 135 patients attended at Diabetic & High Blood Pressure Clinic , pediatric clinic , Psychiatric Clinic and ENT Clinic respectively in 2020.

As the hospital has no permanent Consultant Endocrinologist , Endocrinology Clinic was conducted by Visiting Consultant Endocrinologist .

Table 4 shows the statistics of visiting clinics during last five years.

## 5. Surgical Unit

The Surgical Unit of WKMH was newly established in mid 2016 in the beginning . The surgical unit consist of a 26 bedded ward and a surgical clinic with one Consultant Surgeon and two Medical Officers .

A new endoscopy unit with UGIE and LGIE facilities was donated to Surgical Unit in latter part of 2016.

The services provided by Surgical Unit was as follows .

The annual turn over of surgical clinic for the year 2020	3261
Total surgeries	675
Major surgeries and intermediate surgeries	497
Minor surgeries.	178
Duplex scans	454
Sclerotherapy procedures for Varicose Veins.	219
PRP ( Platelet Rich Plasma Therapy ) injections ,	256
MP (Methyl Prednisolon ) Injections	64
FNAC (Fine Needle Aspiration Cytology ) procedures.	5
Total Endoscopy Procedures	748
UGIE ( Upper Gastro Intestinal Endoscopy ) procedures,	68
LGIE ( lower Gastro Intestinal Endoscopy ) procedures	226
Colonoscopies	22
Proctoscopy including RBL( Rubber band ligation for hemorrhoids ) procedures and Sclerotherapy Injections for hemorrhoids .	224
Biopsy +UGIE & LGIE	38

## Wound Care Clinic and Ward

Wound care section was consisted of 20 beded ward and clinic managed under the consultations of Consultant General Surgeon.

Total of 11,179 patients attended to Wound Care clinic in 2020.

Statistics of the Wound Section during last five years is shown in table 6.

## 6. Ophthalmology Unit/Eye Unit

Acting consultant Eye Surgeon and five medical officers were attached to this unit. This unit was consisted with Eye Clinic , 40 bedded Eye Ward and Operation Theatre.

Following services has been provided by this unit.

### Ophthalmic Surgeries

Eye Clinic

24 hour casualty management service

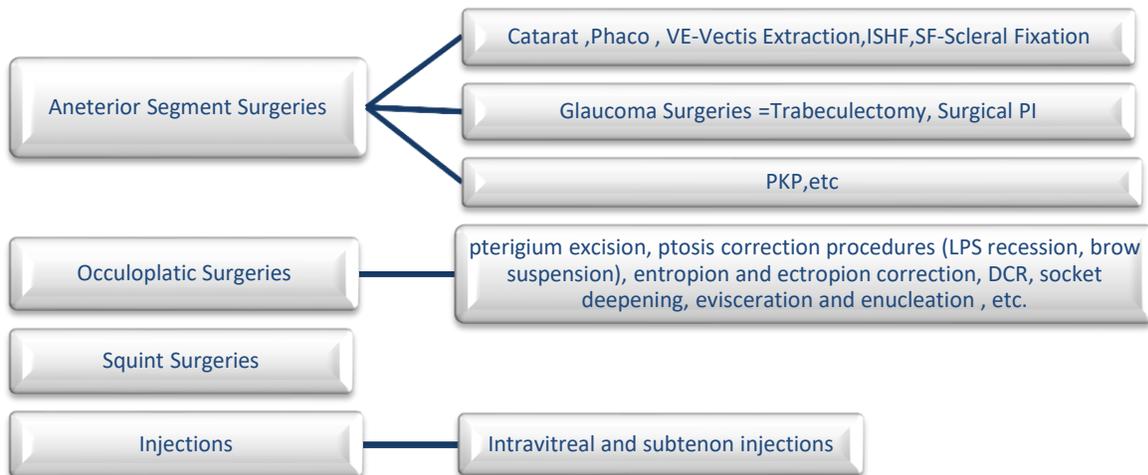
Ophthalmological investigations

Laser treatment

Eye camps.

### Ophthalmic surgeries

Mainly every type of Cataract Surgeries are performed and following chart shows the different type of surgeries conducted.



In year 2020 , 3519 major surgeries and 205 minor surgeries were performed. Accordingly total of 3,724 surgeries have been performed in 2020.

### Eye Clinics

Everyday any patient can attend to General Ophthalmology clinics . The patients with various ophthalmic problems, from all parts of the country, attend this clinic. The problems we solve, include, medical retina, surgical retina, uveitis, variety of corneal diseases, strabismus, ocular tumours, oculoplasty and neuro-ophthalmic cases. All casualties are treated in Ophthalmology clinics in everyday .

In addition to General Ophthalmology Clinic Diabetic Retinopathy clinic ,Glaucoma clinic and Pediatric clinic were conducted.

In year 2020 , 30078 General Ophthalmology clinics Clinic patients and 173 Pediatric clinic patients have been treated.

### 24 hour Accident and Emergency service

In year 2020 , 2273 accident and emergencies were treated at the Eye Ward.

### Ophthalmological investigations

Our unit consists of wide variety of ocular investigation facilities

- I. Medical retina screening- Spectral domain OCT machine, B scanner, FFA
- II. Glaucoma screening- OCT- RNFL
- III. Biometry- A and B ultrasound scanner, IOL master

### Laser treatment

We do large number of diabetic retinopathy management using this laser facility. In addition, we also manage retinal vein occlusions, retinal peripheral degenerations etc. Angle closure glaucoma is also managed using laser treatment.

In year 2020 , 273 total laser treatments have been done including 245 PRP Laser, 99 FLT , 316 GAG CAP , 28 GAG PI , and 35 other laser.

### Free Eye camps

In 2020 4 free eye camps have been conducted in Sabaragamuwa Province and 115 patients have been treated .

## **Supportive Services**

### **Medical Laboratory**

Medical laboratory has equipped with modern facilities and a separate sample room has been set up to streamline blood sampling .Medical Laboratory was staffed with four MLT s.

The total number of 69,697 laboratory investigations were carried out in year 2020.

### **ECG**

The ECG Unit which was managed by one technician provides service to OPD patients as well as the inward patients. During the closing period of this unit the emergency ECGs are taken by the PCU.

Number of ECG's taken during the year 2020 was 5,409.

### **X-ray**

X Ray Unit was staffed with two Radiographers and had facilities to take all type of body X Rays . As a new CR System was installed the digital X Ray printing was started .

As a result the old method of using chemical was eliminated and the harm caused to the Radiologists as well as the patients was minimized . The quality of the X Rays were increased .

Number of X-rays taken during the year 2020 was 1,929.

Statistics of Supportive Services during last five years is shown in the table 7.

## Summery of Hospital Services

**Table 1**

Section/Year	Total No. of Patients Treated				
	2016	2017	2018	2019	2020
OPD	131,953	117,080	103,420	109,102	71,212
ETU/PCU	20,901	23,054	21,718	22,435	15,134
Dental	8,057	7,556	8,756	6,711	4,757

**Table 2**

### Medical Unit

Section/Year	Total No. of Patients attended the clinic				
	2016	2017	2018	2019	2020
Medical Clinic	43,282	43,180	40,695	42,436	34,012

Section/Year	Total no . of patients admitted to the ward				
	2016	2017	2018	2019	2020
WD-1 (Medical Ward-Male )	1,541	1,434	1,509	1,140	731
WD-2 ( Medical Ward-Female )	1,973	1,802	2,238	1,555	1,046

**Table 3**

### Other Special Clinics

Section/Year	Total No. of Patients attended the clinic				
	2016	2017	2018	2019	2020
Family Medicine Clinic			2,123	5,336	6,929
NCD Clinic	49	566	484	523	279
Well Woman Clinic			74	58	15

**Table 4**

### Visiting Clinics

Section/Year	Total No. of Patients attended the clinic				
	2016	2017	2018	2019	2020
Diabetic & Hypertention Clinic	2,346	3,046	3,548	3,897	5,413
Peadiatric Clinic	1,295	1,145	904	532	182
Psychiatric Clinic	2,056	2,609	2,344	1,915	1,895
ENT Clinic				339	135

**Table 5****Surgical Unit**

Section/Year	Total No. of Patients				
	2016	2017	2018	2019	2020
Surgical Clinic	2,415	3,697	4,494	4,427	3,261
Endoscopy tests		657	950	1,085	748
General Surgeries	477	889	1,023	1,047	675
WD-6 (Male & Female Ward)	-	2,631	3,541	3,512	2,544
Wound Care Patients	24,221	19,926	15,556	16,745	11,179
WD-5 -wound care ward (Male & Female Ward)	292	408	358	279	119

**Table 6****Eye Unit**

Section/Year	Total No. of Patients				
	2016	2017	2018	2019	2020
Eye Clinic	69,338	49,423	47,570	47,854	30,078
Eye Surgery	10,910	1,994	1,336	2,849	3,724
WD-3 Eye Ward (Male )	5,789	3,129	1,863	3,747	4,410
WD-4 -Eye Ward (Female )	8,325				
Laser Treatments	1,943	962	1,648	988	723
Refractive Investigations	15,193	7,484	8,622	2,197	5,602

**Table 7****Supportive Services**

Section/Year	Total No. of Patients				
	2016	2017	2018	2019	2020
LAB Tests	59,178	90,605	111,620	101,066	69,697
X RAY Investigations	5,478	2,796	4,728	3,791	1,929
ECG Investigations	4,303	7,344	7,776	8,882	5,409

**Leading Causes of Hospitalization in Wijaya Kumarathunga Memorial Hospital, 2020-According to the Records of Health Ministry**

<b>Rank</b>	<b>Cause of Hospitalization and ICD Code</b>	<b>No. of Cases</b>
1	Diseases of the eye and adnexa (H00-H59)	4343
2	Diseases of the gastrointestinal tract (K20-K92)	804
3	Diseases of skin and subcutaneous tissue (L00-L99)	753
4	Disorders of the musculoskeletal system (M00-M99)	450
5	Other diseases of the circulatory system (I70-I99)	442
6	Signs, symptoms and abnormal clinical findings (R00-R99)	391
7	Diabetes mellitus (E10-E14)	289
8	Viral diseases (A80-B34)	166
9	Diseases of the resp. system exclu... (J20-J22, J40-J98)	114
10	Ischaemic heart disease (I20-I25)	106
11	Diseases of the urinary system (N00-N39)	88
12	Hypertensive diseases (I10-I15)	81
13	Intestinal infectious diseases (A00-A09)	74
14	Diseases of the nervous system (G00-G98)	64
15	Other bacterial diseases (A20-A49)	60
16	Traumatic injuries (S00-T19, W54)	53
17	Diseases of breast (N60-N64)	37
18	Complications of surgical and medical care... (T80-T88)	35
19	Pneumonia (J12-J18)	21
20	Iron deficiency anaemias (D50)	19

## Special Events in year 2020

- Annual Blood Donation Campaign was held on 16<sup>th</sup> Feb. 2020

## The Major Achievements in year 2020

### 1) Purchasing Medical Equipment

#### Main Equipment

Ultrasound Scanner	-Rs. 3,480,000/-
Fistuloscope - Video Assisted Anal Fistulectomy set & Operating Rectoscope System	-Rs. 4,300,000/-
Diathermy Unit	-Rs. 1,264,000/-
Other Medical Equipment	-Rs.2,627,133/-

### 2) Purchasing Furniture & Fittings , Machinery, IT Equipment

Total amount spent on furniture was Rs. 4,683,318

### 3) Improvement of Infrastructure

- Renovation of Eye Clinic (electric work )- Rs. 1,283,008/-
- Floor tiling of Eye Building (Ground Floor) -Rs. 3,158,150/-
- Painting of Eye Building -Rs. 4,397,087/-
- Repairing of sewerage system of Eye Building -Rs.2,021,281/-
- Renovation of Ceiling of WD 1 -Rs. 2,068,680/-

## Donations in year 2020

Dr.Hemantha Gamage has donated two Normal Air Oxygen Concentration Converting Machines worth Rs,4 Million .

# Financial Statements

for the year ended 31/12/2020

Wijaya Kumaratunga Memorial Hospital

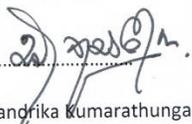
<b>Wijaya Kumarathunga Memorial Hospital - Seeduwa</b>							
<b>Statement of Financial Performance</b>							
<b>For the Year Ended December 31 , 2020</b>							
					<b>2020</b>	<b>2019 (Restated)</b>	
<b>Revenue</b>							
Government Grant (Recurrent)					341,192,500.00	310,499,000.00	
Amortization Capital Grant					26,471,919.33	22,818,003.08	
Amortization of Donations					2,345,950.00	3,789,650.00	
Other revenue					15	14,767,143.40	16,141,759.68
<b>Total Revenue</b>					<b>384,777,512.73</b>	<b>353,248,412.76</b>	
<b>Expenses</b>							
Wages Salaries and employee benefits					16	250,626,050.89	228,572,459.79
Supplies and consumables used					19	126,565,682.95	106,287,654.26
Depreciation					17	28,817,869.33	26,607,653.08
Other expenses					18	52,417,476.15	56,749,570.82
<b>Total expenses</b>						<b>458,427,079.32</b>	<b>418,217,337.95</b>
<b>Surplus/(deficit) for the period</b>						<b>(73,649,566.59)</b>	<b>(64,968,925.19)</b>

<b>Wijaya Kumarathunga Memorial Hospital - Seeduwa</b>					
<b>Statement of Financial Position</b>					
<b>AS AT DECEMBER 31,2020</b>					
				<b>2020</b>	<b>2019 (Restated)</b>
<b>ASSETS</b>					
<b>Current assets</b>					
Cash and cash equivalents		1		31,090,959.52	37,669,054.86
Receivables		2		12,093,263.69	11,624,783.61
Inventories		3		32,901,080.04	28,169,944.38
Prepayments		4		410,392.30	437,552.14
				<u>76,495,695.55</u>	<u>77,901,334.99</u>
Capital Working Progress		5		1,291,093.87	662,076.27
<b>Non- current assets</b>					
Infrastructure , plant and equipme		6		70,248,871.96	75,179,203.56
Land and buildings (WDV)		7		182,002,647.21	175,535,514.82
				<u>252,251,519.17</u>	<u>250,714,718.38</u>
<b>Total assets</b>				<u><b>330,038,308.59</b></u>	<u><b>329,278,129.64</b></u>
<b>LIABILITIES</b>					
<b>Current liabilities</b>					
Payables		8		15,212,053.51	20,909,905.31
Creditors		9		114,358,932.46	41,661,508.17
Provision For Gratuity		10		46,035,785.38	38,942,743.00
Total liabilities				<u>175,606,771.35</u>	<u>101,514,156.48</u>
<b>Net assets</b>				<u><b>154,431,537.24</b></u>	<u><b>227,763,973.16</b></u>

**NET ASSETS/EQUITY**

Capital	11	75,787,890.44	75,787,890.44
Government Grant - Capital	12	189,978,695.24	191,657,614.57
Donation	13	14,928,330.28	12,932,280.28
Reserves - Capital gain		2,131,366.30	2,131,366.30
Revaluation Reserve		-	-
Accumulated surpluses/(deficits)	14	(128,394,745.02)	(54,745,178.43)
Total net assets/equity		<b>154,431,537.24</b>	<b>227,763,973.16</b>

The Board of Directors is responsible for the preparation and presentation of these Financial Statements. These Financial Statements were approved by the Board of Directors and signed on their behalf.



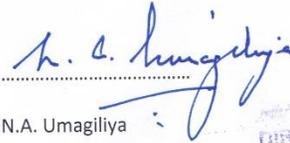
Chandrika Kumarathunga

Chairperson **CHAIRPERSON**  
**WIJAYA KUMARATHUNGA MEMORIAL HOSPITAL**  
**SEEDUWA.**

Board of Directors

Wijaya Kumarathunga Memorial Hospital

Date :



N.A. Umagiliya

**DIRECTOR BOARD**  
**WIJAYA KUMARATHUNGA MEMORIAL HOSPITAL**  
**SEEDUWA.**

Board of Directors

Wijaya Kumarathunga Memorial Hospital

Date :



Dr. U.L.R.M. Perera

Director **Director**  
**Wijaya Kumarathunga Memorial Hospital**  
**Seeduwa**

Wijaya Kumarathunga Memorial Hospital

Date :



P.D.T.P.N. Bernard

Accountant **Accountant**  
**Wijaya Kumarathunga Memorial Hospital**  
**Seeduwa**

Wijaya Kumarathunga Memorial Hospital

Date : 01/03/2021

## Wijaya Kumarathunga Memorial Hospital - Seeduwa

### Cash Flow Statement for Year Ended 31 December 2020

<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Surplus/(deficit)		(73,649,566.59)
<b><u>Non-cash movements</u></b>		
Increase / (Decrease) in provision for Depreciation		28,817,869.33
Amortization		(28,817,869.33)
Increase / (Decrease) in payables		(5,697,851.80)
Increase / (Decrease) in Creditors		72,697,424.29
(Increase) / Decrease in inventory		(4,731,135.66)
Increase / (Decrease) in provisions relating to employee cost		7,093,042.38
(Increase) / Decrease in prepayment		27,159.84
(Increase) / Decrease in receivables		(468,480.08)
Net cash flows from operating activities		(4,729,407.62)
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Purchase of plant and equipment		(26,012,670.12)
Capital Work in progress increase		(629,017.60)
Capital Grant received		24,793,000.00
Net cash flows from investing activities		(1,848,687.72)
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Net cash flows from financing activities		
Net increase/(decrease) in cash and cash equivalents		(6,578,095.34)
Cash and cash equivalents at beginning of period		37,669,054.86
Cash and cash equivalents at end of period		31,090,959.52
<b><u>Notes to the Cash Flow Statement</u></b>		
Cash and Cash Equivalents		
Cash at Bank		31,030,069.52
Cash in Hand		60,890.00
		31,090,959.52



**Wijaya Kumaratunga Memorial Hospital - Seeduwa**  
Fixed Assets Schedule as at 31st December 2020

Items	Cost As at 1/1/2020	Add. Dur. the Year	Disposal Dur. the Year	As at 12/31/2020	Rate	As at 1.1.2020	Depreciation/ Addition dur. Year	Dispo. dur. the Year	As at 12/31/2020	Written down value as at 12/31/2020
Land	27,159,873.50	-	-	27,159,873.50		-	-	-	-	27,159,873.50
Building & Fittings	192,424,909.11	10,526,153.64	-	202,951,062.75	2%	44,049,267.79	4,059,021.25	-	48,108,289.04	154,842,773.71
Vehicle	26,458,792.90	-	-	26,458,792.90	20%	19,658,787.90	1,700,000.00	-	21,358,787.90	5,100,005.00
Furniture Fittings & Instrument	12,421,206.92	2,064,522.20	974,591.75	13,511,137.37	10%	9,520,673.10	739,608.43	974,461.75	9,285,819.78	4,225,317.59
Machinery	28,819,941.35	1,045,606.68	2,363,070.75	27,502,477.28	15%	11,396,275.36	3,523,818.46	2,363,045.75	12,557,048.07	14,945,429.21
Computer	3,090,676.40	569,254.00	4,440.00	3,655,646.40	20%	1,728,896.32	573,531.08	4,439.00	2,297,988.40	1,357,658.00
Medical Equipment	229,174,820.64	16,119,133.60	-	245,293,954.24	15%	182,695,372.97	18,137,828.11	-	200,833,201.08	44,460,753.16
Capacity Building	268,030.00	30,000.00	-	298,030.00	10%	54,259.00	84,062.00	-	138,321.00	159,709.00
<b>TOTAL</b>	519,818,250.82	30,354,670.12	3,342,102.50	546,830,974.44		269,103,532.44	28,817,869.33	3,341,946.50	294,579,455.27	252,251,519.17
Donation		4,342,000.00								
Actual PPE Additions		<u>26,012,670.12</u>								

(RS)

## Wijaya Kumarathunga Memorial Hospital - Seeduwa

<b>Notes to Accounts</b>			
		<b>2020</b>	<b>2019 (Restated)</b>
<b><u>Cash &amp; cash equivalents</u></b>	<b>1</b>		
Cash at Bank		31,030,069.52	37,633,924.86
Petty Cash		-	-
Cash in Hand		60,890.00	35,130.00
		31,090,959.52	37,669,054.86
<b><u>Receivables</u></b>	<b>2</b>		
Deposit Account		385,429.10	365,429.10
Festival Advance		-	290,000.00
Special Advance		24,800.00	3,600.00
Receivable - Canteen & Milk shop		104,600.00	-
Distress Loan		11,578,434.59	10,965,754.51
		12,093,263.69	11,624,783.61
<b><u>Inventories</u></b>	<b>3</b>		
Stationary		345,780.48	566,245.92
Drugs		30,178,091.57	25,311,221.23
Lab Chemical		1,304,077.30	1,365,476.88
Linen Items		200,794.24	198,279.72
General Stores		443,773.54	407,362.21
Repair & Maintenance		106,254.60	85,994.20
X Ray		185,756.90	212,861.17
Dental		136,551.41	22,503.05
		32,901,080.04	28,169,944.38
<b><u>Prepayments</u></b>	<b>4</b>		
Service Agreement of Medical Equip		34,787.29	33,674.30
Service Agreement of Medical Equip		111,078.00	215,050.00
Service Agreement of with Fax		-	5,494.50
Service Agreement of with Duplicating Mc		6,844.36	-
Licence / Insurance Renewal		72,682.65	-
Service Agreement of Lift		185,000.00	183,333.34
		410,392.30	437,552.14
<b><u>Capital Working Progress</u></b>	<b>5</b>		
Working Progs - New Building office		662,076.27	662,076.27
Working Progs		629,017.60	-
		1,291,093.87	662,076.27
<b><u>Infrastructure , plant and equipment</u></b>	<b>6</b>		
Machinery		14,945,429.21	17,423,665.99
Furniture		4,225,317.59	2,900,533.82
Vehicle		5,100,005.00	6,800,005.00
Computer		1,357,658.00	1,361,780.08
Medical Equipment		44,460,753.16	46,479,447.67
Capacity Building		159,709.00	213,771.00
		70,248,871.96	75,179,203.56

<b><u>Land and buildings</u></b>	<b>7</b>		
Land		27,159,873.50	27,159,873.50
Building & Fittings		154,842,773.71	148,375,641.32
		182,002,647.21	175,535,514.82
<b><u>Accrued Expences</u></b>	<b>8</b>		
Audit Fees		1,620,000.00	3,147,731.00
Traveling		2,580.00	
Electricity		733,392.00	688,168.30
Telephone Charges		32,001.03	35,499.26
Fuel		65,344.00	215,364.00
Gas			18,225.00
Subsistance		8,300.00	20,615.00
Rep Machinery		63,936.00	296,216.00
Rep Vehicle			108,379.60
Rep .Medical Eq		434,520.00	673,435.40
Con Medical Eq		4,700.00	88,500.00
Lab Chemical			2,134,363.47
Medical Equip		1,149,573.60	1,464,720.00
Computer Equip			580,800.00
Stationery (STC, JohnKeels)			100,827.00
Water		5,950.00	3,400.00
Linen			4,000.00
NO Quarters Rental			55,000.00
Allawance for board sec			35,000.00
X ray Films & Chemicals			332,524.98
Advertisements		116,100.00	187,220.00
Waste Management			53,040.00
Rep Building			28,080.00
Consumables & Gen Stores			101,200.00
Rep . Stores			104,783.00
Lawer's Fees		7,500.00	
Sundry Exp Payable		2,180.00	44,550.00
		4,246,076.63	10,521,642.01

<b><u>Payables</u></b>			
Refundable Tender Deposit		1,645,534.00	1,148,104.00
Retention Money		2,577,731.19	1,881,091.17
Stamp		425.00	
Doctor			170,928.56
Allowance for Visiting Doctors		109,571.73	358,755.52
Distress loan int repayable			28.17
Allowance for Trainees - Pupil NO		338,540.60	133,993.17
Allowance for CMO duty covering & Arrears		212,166.17	
Allowance for Trainee MA		20,000.00	37,000.00
Salary for Contract Staff		1,280,998.08	854,580.12
EPF ETF Payable		227,391.47	156,358.76
Overtime, Extra duty & PH Payment		4,390,983.89	4,074,193.31
Welfare & Catholic Society / Dr's Association		3,231.00	
Payable to Dr WPAC Fdo		120,545.00	
Payable (Cancelled chq) Ms Yamuna K.		38,858.75	
Salary Arrears payable (Dr Gayan, Office, para, NO, others)			1,573,230.52
		<b>10,965,976.88</b>	<b>10,388,263.30</b>
<b><u>Creditors</u></b>	<b>9</b>		
SPC		35,041,794.50	2,322,565.50
MSD		77,168,411.70	28,079,488.95
Industrial Gases		-	43,546.03
Erandhi Supplier		355,343.38	1,449,088.34
Nalin Thushara / Panagoda		189,284.00	-
Rajapaksa		60,068.00	315,502.00
Weeramunda		-	754,873.00
Omega		912,995.98	4,703,170.59
Abans			
Ceylon Fisheries Corpo		76,000.00	108,807.60
LRDC Security service		555,034.90	2,041,826.34
CECB		-	169,997.16
Sunil Constructions		-	113,300.58
Ranjan Builders		-	1,524,916.07
Timira Constructions		-	34,426.01
		<b>114,358,932.46</b>	<b>41,661,508.17</b>

<b><u>Reserves</u></b>	10		
Provision for Gratuity		46,035,785.38	38,942,743.00
		46,035,785.38	38,942,743.00
<b><u>Capital &amp; Reserves</u></b>	11		
Wijaya Kuamaratunga Mem. Foundation		29,632,139.32	29,632,139.32
Board of Investment		28,155,751.12	28,155,751.12
U.D.A.		18,000,000.00	18,000,000.00
		75,787,890.44	75,787,890.44
<b><u>Government Grant - Capital</u></b>	12		
As at 01/01		191,657,614.57	179,475,617.65
Addi. Dur. the Year		24,793,000.00	35,000,000.00
Amortization		26,471,919.33	22,818,003.08
As at 31/12		189,978,695.24	191,657,614.57
<b><u>Donation</u></b>	13		
Balance B/F		12,932,280.28	6,716,934.03
Donation for the period		4,342,000.00	10,004,996.25
Amortization of Donated Assets		2,345,950.00	3,789,650.00
		14,928,330.28	12,932,280.28
<b><u>Accumulated Deficit</u></b>	14		
B/F Balance as at 01.01		(54,745,178.43)	8,274,609.61
Surplus for the period		(73,649,566.59)	(64,968,925.19)
Prior Year Adjustment			1,949,137.15
		(128,394,745.02)	(54,745,178.43)
<b><u>Other Income</u></b>	15		
Private Medical Certificate Charges		111,000.00	196,550.00
Sundry Income		560,302.32	950,569.59
Tender Deposit - Non Refundable		252,660.00	308,300.00
Interest Of Distress Loan		412,051.28	431,598.86
Eye Operation Charges - major		8,024,000.00	6,810,000.00
Eye Operation Charges -minor		77,000.00	115,000.00
General Operation - major		1,467,000.00	2,213,000.00
General Operation - minor		727,750.00	948,550.00
Interest - Special. Advance		10,469.80	12,594.80
liquidated Damages		-	32,556.43
FFA		1,000.00	-
FLT		47,000.00	58,000.00
Peripheral		39,000.00	-

YAG PI		30,000.00	65,000.00
PRP		163,100.00	137,200.00
YAG CAPSULOMY		232,400.00	423,500.00
OCT		1,066,000.00	2,086,000.00
Diet		7,860.00	8,040.00
Upper GI		79,000.00	127,000.00
Sigmoid copy		301,000.00	406,000.00
Colonoscopy		34,000.00	60,000.00
Duplex		486,300.00	748,000.00
Breast		500.00	1,000.00
PRP injection		-	2,800.00
Thyroid		-	500.00
Biopsy		-	
Health Package		37,800.00	-
Other Donations		599,950.00	-
		<b>14,767,143.40</b>	<b>16,141,759.68</b>
<b><u>Expenditure</u></b>	<b>16</b>		
<b><u>Wages,Salaries and Employee benefits</u></b>			
<b><u>Salary &amp; Allowances</u></b>			
Salary & Allowances - MO		53,345,767.72	53,041,137.59
Salary & Allowances - Other		14,922,329.43	13,420,266.11
Salary & Allowances - Para		11,870,915.16	10,870,531.15
Salary & Allowances - NO		50,029,565.55	47,682,346.39
Salary & Allowances - Minor		33,527,297.23	33,837,176.24
E.P.F.12 %		17,255,475.70	15,275,809.71
E.T.F. 3%		4,313,869.90	3,818,954.63
E.T.F Surcharge		-	4,505.04
Over Time-Others		4,128,748.73	3,572,727.20
Over Time-Para Medical		4,500,442.53	3,402,386.01
Over Time-Nurses		14,939,495.20	12,270,204.13
Over Time-Minor Staff		8,873,165.17	6,342,919.26
Extra Duty Payments ( M/O)		23,585,954.94	16,220,547.96
Gratuity Expenses		9,333,023.63	8,812,948.37
		<b>250,626,050.89</b>	<b>228,572,459.79</b>

<b><u>Depreciation</u></b>	17		
Buildings & fittings		4,059,021.25	3,833,150.32
Furniture , Fitting & Instruments		739,608.43	497,612.54
Machinery		3,523,818.46	945,903.67
Computer		573,531.08	246,274.88
Medical Equipment		18,137,828.11	19,378,011.67
Vehicle		1,700,000.00	1,700,000.00
Capacity Building		84,062.00	6,700.00
		<b>28,817,869.33</b>	<b>26,607,653.08</b>
<b><u>Travelling</u></b>	18		
Subsistence Allowance		228,908.00	439,880.00
Transport Expenses		690,693.00	548,260.00
<b><u>Maintenance</u></b>			
Electricity		9,225,411.25	9,285,145.45
Water		1,264,044.36	1,587,793.16
Telephone		326,702.64	375,535.16
Postage		28,205.00	44,142.00
<b><u>Repair &amp; Maintenance</u></b>			
Repair & Maintenance - Building		7,755,794.90	8,160,436.65
Repair & Maintenance - Machinery		1,357,055.67	2,256,078.59
Repair & Maintenance - Vehicle		667,319.38	1,008,546.04
Repair & Maintenance - Computer		91,850.00	162,203.67
Repair & Maintenance - Medical Equipment		1,460,652.15	1,364,856.10
Repair & Maintenance - Furniture		4,400.00	4,000.00
<b><u>Contractual Service</u></b>			
Cleaning		9,673,355.58	9,229,302.61
Laundry		3,393,070.00	3,479,064.00
Security		6,410,022.86	5,864,290.88
Food Provision		4,654,032.78	6,638,982.68
Others			
Board member fees & Audit Comm fees		72,000.00	72,000.00
Secretary Fees		420,000.00	360,000.00
Sundry expenses		185,530.00	357,435.47
Advertisement		1,025,711.10	1,894,014.50
Other Bank Charges		37,445.00	42,185.00
Audit Fees		810,000.00	716,200.00
Lawyer Fees		355,524.00	361,882.00
Rental		481,429.79	452,164.49
Fuel For Generator		218,400.00	392,000.00
Feed costs		45,856.00	45,130.00
Stationary & Hardware Items		121,963.00	-
NAITA Trainees payment		276,278.95	228,500.00
Waste Management		156,435.72	131,892.30
Vehicle Expenses			
Fuel - Vehicle		771,928.00	921,978.21
Insurance		198,112.02	245,706.86
Reg. / License Fees		9,345.00	79,965.00
		<b>52,417,476.15</b>	<b>56,749,570.82</b>

Consumption of Supplies	2020				2019			
	Openig Stock as at	Purchases on	Closing Stock	Consumption for	Openig Stock as at	Purchases on	Closing Stock	Consumption for
	at 01.01.2020	2020	as at 31.12.2020	the Year 2019	at 01.01.2019	2019	as at 31.12.2019	the Year 2019
Lab Chemicals	1,365,476.88	1,590,500.71	1,304,077.30	1,651,900.29	698,312.68	4,064,987.75	1,365,476.88	3,397,823.55
X-Ray films & chemicals	212,861.17	324,058.08	185,756.90	351,162.35	315,032.34	332,524.98	212,861.17	434,696.15
Drugs	25,311,221.23	125,256,841.48	30,178,091.57	120,389,971.14	16,542,368.62	107,117,288.23	25,311,221.23	98,348,435.62
Linen Items	198,279.72	314,994.70	200,794.24	312,480.18	231,001.28	258,043.55	198,279.72	290,765.11
Consu. & General stores	407,362.21	1,026,040.24	443,773.54	989,628.91	518,690.28	955,015.48	407,362.21	1,066,343.55
Stationery	566,245.92	702,547.54	345,780.48	923,012.98	297,969.95	1,113,623.75	566,245.92	845,347.78
Repair & Maintenance (ii)	85,994.20	528,464.99	106,254.60	508,204.59	133,478.41	724,221.00	85,994.20	771,705.21
Dental Consumable	22,503.05	227,034.99	136,551.41	112,986.63	109,291.54	121,000.00	22,503.05	207,788.49
	28,169,944.38	129,970,482.73	32,901,080.04	125,239,347.07	18,846,145.10	114,686,704.74	28,169,944.38	105,362,905.46
<b>Consumption of Supplies</b>	19							
Lab Chemicals	1,651,900.29	3,397,823.55						
X-Ray films & chemicals	351,162.35	434,696.15						
Drugs	120,389,971.14	98,348,435.62						
Linen Items	312,480.18	290,765.11						
Consu. & General stores	989,628.91	1,066,343.55						
Stationery	923,012.98	845,347.78						
Repair & Maintenance (ii)	508,204.59	771,705.21						
Dental Consumable	112,986.63	207,788.49						
Consu. Medical Equipment	1,019,643.52	557,860.00						
Gas	306,692.36	366,888.80						
	126,565,682.95	106,287,654.26						

# Wijaya Kumaratunga Memorial Hospital, Seeduwa

## Significant Accounting Policies

### GENERAL

#### **1.1 Basic of Preparation**

- 1.1.1 Financial Statements are prepared in accordance, with the format of Sri Lanka Public Sector Accounting Standards
- 1.1.2. The Financial Statements of the Board are prepared under the historical cost convention.
- 1.1.3. The Financial Statements of the Board are prepared in Sri Lanka Rupees (Rs.)

#### **1.2. Government Grants**

Board receives two type of Government grants namely.

Capital Grant

Recurrent Grant

- 1.2.1. The Capital grant is accounted as per the Sri Lanka Public Sector Accounting Standards. The method sets up the Capital grant as deferred income which is recognized as income on basically the useful life of the assets (e.g. annually depreciated value of the assets is accounted as income for the years)
- 1.2.2. Recurrent Grant has been recognized as income of the period and credited to the Statement of Income & Expenditure.

#### **1.3. Taxation**

No provision for taxation is provided as the Board has made a deficit during the year.

#### **1.4. Comparative information.**

The Accounting policies has been consistently applied by the Board are consistent with those of the previous year's figures.

### **2. ASSETS AND BASES OF THEIR VALUATION.**

#### **2.1. Property, Plant & Equipment, Depreciation and Re-valuation.**

- 2.1.1. Property, Plant & Equipment are stated at cost or valuation less accumulated depreciation. The cost of Property, Plant & Equipment is the cost of purchase or construction together with any incidental expenses incurred in bringing the assets to its working condition for its intended use. Expenditure incurred for the purpose of acquiring extending or improving assets of a permanent nature by means of which to carry on the services provided or to increase the capacity of the services provided has been treated as capital expenditure.
- 2.1.2. Depreciation is provided on the assets other than on freehold land using straight line method at the rates as stated below,
- |                                   |     |
|-----------------------------------|-----|
| Building & Fittings               | 2%  |
| Vehicle                           | 20% |
| Furniture, Fittings & Instruments | 10% |
| Machinery                         | 15% |
| Medical Equipment                 | 15% |
| Computer                          | 20% |
| Capacity Building                 | 10% |
- 2.1.3. Depreciation is provided in the year of purchase or acquisition and no depreciation is provided in the year of disposal.
- 2.1.4. For the purpose of cash flow statement cash and cash equivalents consist of cash in hand and cash at bank.

3. **LIABILITIES & PROVISIONS**

3.1 **Capital Commitments & Contingencies**

All material Capital expenditure commitments and contingents' liabilities at the date of Balance sheet have been disclosed in the notes to the accounts.

3.2. **Valuation of Inventories/ Stocks**

Inventories have been valued at cost.

4. **INCOME & EXPENDITURE**

4.1. **Revenue**

4.1.1. The revenue of the Board represents the charges for private medical certificate and Government Recurrent Grant and Miscellaneous income.

4.1.2. All income has been recognized on an accrual basis.

4.2. **Expenditure.**

4.2.1. All expenditure incurred in providing the patient care services, and in maintaining the capital assets in a state of efficiency has been charged to revenue on an accrual basis in arriving at the surplus or deficit for the year.

For the purpose of presentation of the Income & Expenditure Statement, the Directors are of the view the nature of expenses method fairly presents the elements of the Board's performance hence such a presentation method is adopted

Chairman,  
Vijaya Kumaratunge Memorial Hospital Board

**Report of the Auditor General on the affairs of Vijaya Kumaratunge Memorial Hospital Board including the Financial Statements and other Regulatory Requirements for the year ended by 31 December 2020 in terms of Section 12 of the National Audit Act No. 19 of 2018**

---

**1. Financial Statements**

**1.1 Quantified Opinion**

The Statement of Financial Position as at 31 December 2020 of Vijaya Kumaratunge Memorial Hospital Board, the comprehensive income statement for the year ended by said date, the cash flow statement for the year ended by said date, notes to the Financial Statements and the Financial Statements as at the year ended by 31 December 2020 comprising with the Summary of Significant Accounting Policies were audited under my direction in pursuance of the provisions in Section No. 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 report in terms of the Regulation No. 154(6) in the Constitution will be presented at the Parliament in due course.

Except the effect made by the matters described in the part of the basis for the qualified opinion in my report, my opinion is that the financial position of the Board as at 31 December 2020 and, its financial performance and the cash flow as at the year ended by said date reflects a true and fair position in terms of Sri Lanka Accounting Standards.

**1.2 Basis for the Quantified Opinion :**

- (a) In terms of Section 65 of the Standard 07 of Sri Lanka Public Sector Accounting Standards, although the immovable assets had been fully depreciated as their effective life time was not reviewed, steps had not been taken to revise the estimated error of the effective life time of assets to the cost of Rs. 197,080,968 which are still in use and indicate the correct carrying amount in the financial statements in terms of Standard No. 03 of Sri Lanka Public Sector Accounting Standards.
- (b) The accrued consultation fees amounting to Rs. 30,981,636 and accrued miscellaneous expenses amounting to Rs. 3,535,910 as at 31 December 2020 had

not been accounted and therefore the shortfall in the year under review amounting to Rs. 34,517,546 had been indicated in deficit.

- (c) The amortization amount of Rs. 2,021,221 in the year under review relating to the immovable assets to the total cost of Rs. 14,308,094 which had been received as donations had been debited to the capital grant account instead of the donation account.

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 Other information contained in the Annual Report 2020 of Vijaya Kumaratunge Memorial Hospital Board**

Although information I obtained before the date of this audit report had been included in the Annual Report 2020 of the Board, the information doesn't contain in the financial statements and my audit report relating to that means 'other information'. The management is responsible for these 'other information'.

My opinion relating to the financial statements doesn't disclose other information and I won't give any assurance or make comments with regard to that.

My responsibility relating to the financial statements is to read the other information identified above when it could be obtained and, consider whether the other information are quantitatively incompatible with the financial statements or according to the knowledge I acquired at the audit or another way.

When I read the Board's 2020 Annual Report, if I conclude that there are material misstatements therein, I am required to communicate that matter to those charged with governance for correction. If further material uncorrected misstatements are existed those will be included in my report to the Parliament in pursuance of provisions in Article 154 (6) of the Constitution that will be tabled in due course.

### **1.4 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 Board's 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 intends to liquidate the Board or to cease operations, or has not realistic alternative but to do so. Those charged with governance are responsible for overlooking the Board's financial reporting process.

As per Section 16(1) of the National Audit Act No. 19 of 2018, the Board 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 Board.

## **1.5 Auditor's responsibility for the audit of financial statements**

As a whole the financial statements, my intension is to issue the auditor's report including my opinion with a fair confirmation which is free from quantified misstatements occurred due to the frauds and errors. Although the fair assurance is a higher level assurance, it won't always be a confirmation of disclosing of the quantified misstatements when auditing in terms of Sri Lank Auditing Standards. The quantified misstatement could be occurred due to the frauds and errors effect singly or collectively and, it is expected that an effect could be occurred to the economic decisions taken by the users based on these financial statements.

The audit was conducted by me in terms of Sri Lanka Auditing Standards with professional judgment and professional apprehensive. Further,

- The basis for my opinion is to obtain sufficient and appropriate audit evidences to avoid the risks occurred due to the frauds or errors in identifying the risks of quantified wrongful statements that could be occurred in the financial statements due to the frauds and errors and, planning the appropriate audit procedures suitably to the situation when valuating. The effect of a fraud is more powerful than the effect of quantified wrongful statements and, fraud could be occurred due to collusion, forgery, avoiding deliberately or avoiding the internal controls.
- Although a knowledge about the internal control of the Board to plan the appropriate audit procedures suitably to the situation was obtained, it is not intended to declare an opinion about the productivity of the internal control.

- The advisability of the accounting policies used, fairness of the accounting estimates and, related disclosures made by the management were evaluated.
- The relevancy of using the basis about the continuance existence of the Board for the accounting, based on the audit evidences obtained in relation to whether a quantified uncertainty about the continuance existence of the Board due to the incidents or circumstances, was decided. In case I determine that there is a sufficient uncertainty, my audit report's attention should be drawn towards the disclosures made in the financial statements with regard to that and, in case said disclosures are insufficient, my opinion should be audited. However, the continuance existence could be ended based on the future incidents or circumstances.
- Presentation of the financial statements containing disclosures, structure and content were evaluated and, the transaction and incidents based for that were evaluated as they had been included to the financial statements fairly and appropriately.

The controlling parties will be made aware of with regard to the significant audit findings, key internal weaknesses and other facts identified within my audit.

## **2. Report on other legal & regulatory requirements**

- 2.1 Special provisions in relation to the following requirements contain in the National Audit Act No. 19 of 2018.
- 2.1.1 According to the requirements contained in Section 12(a) of the National Audit Act No. 19 of 2018, except the effect of the matters described in the part of the basis for the quantified opinion in my report, all information and clarifications need for the audit were obtained by me and, the proper financial reports had been maintained by the Board, according to my investigation.
- 2.1.2 According to the requirement contained in Section 6(1) (d) (iii) of the National Audit Act No. 19 of 2018, the Financial Statements submitted by the Board suit with the previous year.
- 2.1.3 According to the requirement contained in Section 6(i) (d) (iv) of the National Audit Act No. 19 of 2018, the recommendations issued by me in the previous year contain in the financial statements presented.

- 2.2 Based on the measures followed & the evidences obtained and, within the limitations to the quantitative facts, nothing were focused on my attention to express the following statements.
- 2.2.1 According to the requirement contained in Section 12(d) of the National Audit Act No. 19 of 2018, there was relationship excluding normal business situation directly or by another way relating to any agreement in connection with any member of the Board.
- 2.2.2 According to the requirement contained in Section 12(f) of the National Audit Act No. 19 of 2018, except the following it is acted non-compliance with any related written law or, non-compliance to the general or special directions issued by the Board's management.

<u>Reference to the rules and directive</u>	<u>Observations</u>
(a) Section 07 of Vijaya Kumaratunge Memorial Hospital Board Act No. 38 of 1999	Steps to take over the land situated at Seeduwa (which has clearly described in the Hospital Act) to the Hospital Board had not been taken even as at 30 April 2021.
(b) Section 571(2) in the Financial Regulations of the Democratic Socialist Republic of Sri Lanka	Steps regarding retentions of 326,825 and refundable tender deposits of Rs. 90,874 (which had been lapsed 2 years) had not been taken in terms of the Financial Regulations.
(c) Section 9.3.1 in the Public Enterprises Circular No. PED/12 dated 02 June 2003	Although recruitment procedures for the approved staff and promotion procedures should have been prepared and obtained approval from the Department of Management Services, such recruitment procedures had not been prepared even as at the date of this report.
(d) Section 9.3.1 in the Public Enterprises Circular No. PED/12 dated 02 June 2003	Although recruitment and promotion procedures for the positions in the approved staff should be prepared and obtained approval from the Department of Management Services, such recruitment procedures had not been prepared even as at the date of this report.

- 2.2.3 Non-compliance with the powers, tasks and functions of the Board, according to the requirement contained in Section 12(g) of the National Audit Act No. 19 of 2018.
- 2.2.4 According to the requirement contained in Section 12 (h) of the National Audit Act No. 19 of 2018, the Board's resources had not been procured and used economically, efficiently and productively within the relevant time periods in compliance with the relevant rules and regulations.

## **2.5 Other Audit Observations**

- (a) An officer for the post of Registered Medical Officer had been recruited on 15 December 2017 exceeding the approved number of positions without obtaining approval from the Department of Management Services. Also 08 officers had been recruited on contract basis instead of recruiting officers on permanent basis for 05 approved, permanent positions.
- (b) A new position namely Board of Directors Secretary (which was not in the approved staff of the Hospital Board) had been created without approval of the Department of Management Services and appointed an officer for said position with effect from December 2019. He had been paid Rs. 560,000 as salaries and allowances since the date aforesaid up to end of the year under review.
- (c) Provisions of Rs. 256 million supplied in the year 2019 to construct a ward complex had not been utilized and arrived into a liability of payment amounting to Rs. 30,981,636 as consultation fees. However, the construction had been discontinued as at the date of this report and observed that said amount payable in future as a useless expense.

W.P. Wickramarathna  
Auditor General